

CITY OF PLAQUEMINE, LOUISIANA

ANNUAL FINANCIAL REPORT

OCTOBER 31, 2012

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date MAY 08 2013

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INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Plaquemine, Louisiana as of and for the year ended October 31, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of City of Plaquemine, Louisiana's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Plaquemine, Louisiana as of October 31, 2012, and the respective changes in financial position and, where applicable, cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 14, 2013 on our consideration of City of Plaquemine, Louisiana's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

INDEPENDENT AUDITORS' REPORT (continued)

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the other required supplementary information on pages 3 through 12 and 53 through 75 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the City of Plaquemine, Louisiana's financial statements as a whole. The introductory section, combining and individual non-major fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The Financial Data Schedule is electronically submitted as required by the U.S. Department of Housing and Urban Development (HUD) Real Estate Assessment Center (REAC), and is not a required part of the basic financial statements. The budgetary comparison schedules, non-major special revenue funds, combining and individual non-major fund financial statements, the schedule of expenditures of federal awards, and other supplemental information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Baxley & Associates, LLC

Plaquemine, Louisiana
February 14, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF PLAQUEMINE, LOUISIANA MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Plaquemine, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Plaquemine for the fiscal year ended October 31, 2012. This management discussion and analysis ("MD&A") is designed to provide an objective and easy to read analysis of the City's financial activities based on currently known facts, decisions or conditions. It is intended to provide readers with a broad overview of the City's finances.

As with other sections of this financial report, the information contained within this MD&A should be considered only a part of a greater whole. The readers of this statement should take time to read and evaluate all sections of this report, including the footnotes and the other Required Supplemental Information that is provided in addition to this MD&A.

Financial Highlights

- The assets of the City of Plaquemine exceeded its liabilities at the close of the most recent fiscal year by \$33,174,916 (*net assets*). Of this amount, \$2,490,272 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors. The City's net assets increased by \$853,353.
- As of the close of the current fiscal year, the City of Plaquemine's governmental funds reported combined ending fund balances of \$4,281,011 a decrease of \$1,235,132 in comparison with the prior year. The unassigned fund balance in the general fund \$292,055 is *available for spending* at the government's discretion (*unreserved fund balance*). All other fund balances are restricted for the purpose for which the fund was created.
- At the end of the current fiscal year, unreserved fund balance for the general fund was 4.6 percent of the total general fund expenditures and transfers out.
- The City of Plaquemine's total debt increased by \$938,586. (Note H)

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Plaquemine's basic financial statements. The City of Plaquemine's basic financial statements comprise three components: 1) government wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City of Plaquemine's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the City of Plaquemine's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of Plaquemine is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both the government-wide financial statements distinguish functions of the City of Plaquemine that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Plaquemine included general government, city court, police, fire, public works, recreation, public health, HUD and debt service. The business-type activities of the City of Plaquemine include an electric, gas, water and sewer department. All business-type activities are included in a single enterprise fund, City Light & Water.

The government-wide financial statements include not only the City of Plaquemine itself (known as the *primary government*), but also a legally separate City Court of Plaquemine for which the City of Plaquemine is financially accountable. Financial information for this *component unit* is reported separately from the financial information for the primary government itself.

The government-wide financial statements can be found on pages 14-15 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Plaquemine, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Plaquemine can be divided into two categories: governmental funds and proprietary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Plaquemine maintains eleven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, sales tax revenue, and sales tax bond fund, all of which are considered to be major funds. Data for the other ten governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City of Plaquemine adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 16-17 of this report.

Proprietary funds. The City of Plaquemine maintains only one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City of Plaquemine uses an enterprise fund to account for its utilities (electric, gas, water, and sewer).

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 19-21 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22-52 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City of Plaquemine's budgetary comparison schedules for its major governmental funds. The required supplementary information can be found on pages 53-56 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on budgetary comparison schedules. Combining and individual fund statements and schedules can be found on pages 58-71 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Plaquemine, assets exceed liabilities by \$33,174,916 at the close of the most recent fiscal year. The following is a summary of the City of Plaquemine's net assets:

CITY OF PLAQUEMINE

Net Assets

	Governmental Activities		Business-type Activities		Total	
	2011	2012	2011	2012	2011	2012
Current and other assets	6,470,856	4,521,232	6,035,011	7,109,528	12,505,867	11,630,760
Capital assets	26,867,937	27,536,085	17,202,425	17,368,572	44,070,362	44,904,657
Total assets	33,338,793	32,057,317	23,237,436	24,478,100	56,576,229	56,535,417
Long-term liabilities outstanding	12,553,000	12,049,289	5,573,334	6,849,622	18,126,334	18,898,911
Other liabilities	1,889,821	1,397,619	2,267,654	3,063,971	4,157,475	4,461,590
Total Liabilities	14,442,821	13,446,908	7,840,988	9,913,593	22,283,809	23,360,501
Net Assets						
Invested in capital assets, net of related debt	13,803,937	14,904,787	11,309,253	10,092,112	25,113,190	24,996,899
Restricted	4,347,885	3,528,153	2,095,198	2,159,592	6,443,083	5,687,745
Unrestricted	744,150	177,469	1,991,997	2,312,803	2,736,147	2,490,272
Total net assets	18,895,972	18,610,409	15,396,448	14,564,507	34,292,420	33,174,916

A large portion of the City of Plaquemine's net assets (75%) reflects its investment in capital assets (e.g., land buildings, machinery, equipment, and utility plant) less any related debt used to acquire those assets that is still outstanding. The City of Plaquemine uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of Plaquemine's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City of Plaquemine's net assets (17%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$2,490,272) may be used to meet the government's on-going obligations to citizens and creditors. At the end of the current fiscal year, the City of Plaquemine is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The government's net assets decreased, by \$853,353 during the current fiscal year. This is due in large to additional expenses related to Hurricane Isaac.

CITY OF PLAQUEMINE
Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2011	2012	2011	2012	2011	2012
Revenues:						
Program Revenues:					-	-
Charges for Services	71,672	66,936	13,758,105	12,409,673	13,829,777	12,476,609
Operating grants and Contributions	997,911	889,155	-	-	997,911	889,155
Capital Grants and Contributions	280,635	194,350	-	-	280,635	194,350
General revenues:					-	-
Sales Taxes	6,156,447	5,479,030	-	-	6,156,447	5,479,030
Other taxes	381,889	418,582	-	-	381,889	418,582
Other general revenues	745,223	588,595	331,642	331,483	1,076,865	920,078
Total revenues	8,633,777	7,636,648	14,089,747	12,741,156	22,723,524	20,377,804
Expenses:						
General government	1,294,618	1,398,459	-	-	1,294,618	1,398,459
City court	342,823	351,309	-	-	342,823	351,309
Police department	2,284,739	2,370,172	-	-	2,284,739	2,370,172
Fire department	1,220,744	1,292,943	-	-	1,220,744	1,292,943
Public works	1,292,762	1,392,765	-	-	1,292,762	1,392,765
Recreation	220,766	464,523	-	-	220,766	464,523
Public health	9,948	10,632	-	-	9,948	10,632
HUD	598,251	501,806	-	-	598,251	501,806
Debt service	473,201	483,033	-	-	473,201	483,033
City light & water plant	-	-	14,110,277	12,965,515	14,110,277	12,965,515
Total expenses	7,737,852	8,265,642	14,110,277	12,965,515	21,848,129	21,231,157
Increase (decrease) in net assets before transfers	895,925	(628,994)	(20,530)	(224,359)	875,395	(853,353)
Transfers	448,782	454,344	(448,782)	(454,344)	-	-
Increase (decrease) in net assets	1,344,707	(174,650)	(469,312)	(678,703)	875,395	(853,353)
Net assets 11/01	17,551,265	18,895,972	15,865,760	15,396,448	33,417,025	34,292,420
Restate net assets	-	(110,913)	-	(153,238)	-	(264,151)
Net assets 10/31	18,895,972	18,610,409	15,396,448	14,564,507	34,292,420	33,174,916

Governmental activities. Governmental activities decreased the City of Plaquemine's net assets by \$174,650. The key element of this decrease is Hurricane Isaac related expenditures.

Business-type activities. Business-type activities decreased the City of Plaquemine's net assets by \$678,703. One of the key elements of this decrease is Hurricane Isaac related expenses.

Financial Analysis of the Government's Funds

As noted earlier, the City of Plaquemine uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City of Plaquemine's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City of Plaquemine's financial requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of Plaquemine's governmental funds reported combined ending fund balances of \$4,281,011, a decrease of \$1,235,132 in comparison with the prior year. Approximately 6.8% of this total amount (\$292,055) constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund balance is 1) restricted for debt service special revenue funds (\$3,454,399) 2) committed for capital projects and next year's budget (\$305,060), 3) assigned (\$4,559) and 4) non-spendable (\$224,938).

The general fund is the chief operating fund of the City of Plaquemine. At the end of the current fiscal year fund balance of the general fund was \$742,437. As a measure of the general fund's liquidity, it may be useful to compare fund balance to total fund expenditures. Fund balance represents 11.8 percent of total general fund expenditures.

The fund balance of the City of Plaquemine's general fund decreased, by \$259,919 during the current fiscal year. The primary factors of this decrease is the completion of the City's Waterfront Park Pavilion and expenditures related to Hurricane Isaac.

The sales tax revenue fund has a total fund balance of \$4,559. All sales taxes collected flow into this fund. The City currently collects three separate sales taxes: 24.9347% of a 1% sales tax, 23.1441% of a 2/3% sales tax, and 23.6507% of a 1% sales tax.

The sales tax bond fund has a total fund balance of \$3,229,264, all of which is restricted for payment of debt service or reserved for road improvements. The net decrease in fund balance during the current fiscal year was \$918,624. The key factor in this decrease is the completion of the City Wide Road Rehabilitation Program.

The Street Improvement Fund is the Capital Outlay Fund for the City's roads. It has a total fund balance of \$79,616.

Proprietary fund. The City of Plaquemine's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of City Light and Water Plant (Electric, Natural Gas, Water and Sewerage) at the end of the current fiscal year amounted to \$2,312,803. The decrease in net assets was \$678,703. Other factors concerning the finances of this fund have already been addressed in the discussion of the City of Plaquemine's business-type activities.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were as follows:

Revenues/Transfers In:

- Taxes increased over projected by \$34,500 due mainly to an increase in cable franchise taxes.
- Licenses and permits increased over projected receipts by \$20,000. This is due to an increase in occupational licenses and building permits.
- Charges for services increased by \$18,000. The primary reason for this was increased rental of the City COPAC and Water Front Park facilities.
- Transfers decreased by \$124,000. This is mainly the result of fewer transfers from the enterprise fund as a result of lower fuel and utility costs.

Expenditures:

- General government decreased by \$172,715. The primary reason for this decrease was the re-class of Safe Have Grant related expenses to a special revenue fund.
- Police department decreased by \$20,755 for capital outlay items which have been carried over to the 2012-2013 budget year.
- A Public works decrease of \$63,765 mainly resulted from a reclass to street lighting utility expenses.
- Recreation decreased by \$11,600. This was the net effect of an increase in expenses related to the opening of the City's Water Front Park pavilion and a decrease to capital outlay for the final cost of the project.

Capital Asset and Debt Administration

Capital Assets. The City of Plaquemine's investment in capital assets for its governmental and business type activities as of October 31, 2012, amounts to \$44,892,657 (net of depreciation). This investment in capital assets includes land, buildings, improvements (other than buildings), infrastructure, equipment, furniture and fixtures and utility plant and equipment. The total increase in the City of Plaquemine's investment in capital assets for the current fiscal year was 1.9% (a 2.5% increase for the governmental activities and a 0.9% increase for business-type activities).

CITY OF PLAQUEMINE Capital Assets (net of depreciation)

Governmental Activities		Business-type Activities		Total	
2011	2012	2011	2012	2011	2012
756,420	756,420	343,826	363,626	1,100,246	1,120,046
2,758,156	2,902,531	167,073	121,349	2,925,229	3,023,880
4,110,792	3,948,007	-	-	4,110,792	3,948,007
17,766,456	18,576,806	-	-	17,766,456	18,576,806
1,433,207	1,332,435	610,918	475,772	2,044,125	1,808,207
42,905	19,886	8,916	4,723	51,821	24,609
-	-	15,888,839	16,208,249	15,888,839	16,208,249
-	-	182,853	182,853	182,853	182,853
26,867,936	27,536,085	17,202,425	17,356,572	44,070,361	44,892,657

Major capital asset events during the current fiscal year included the following:

- Completion of the LA 1 Streetscape project - \$15,615.
- The Police Department purchased four new vehicles for a total of \$120,580.00
- The Fire Department purchased new equipment including bunker gear (\$1,925), automatic hydrant valve (\$4,350) and new bay doors for the fire truck building (\$8,709).
- In the recreation department, work was completed on two projects, the Waterfront Park Pavilion (\$281,314) and the floating docks on the south side of the bayou at the Waterfront Park (\$10,590). Additionally BBQ pits (\$8,468) and a sound system (\$10,590) were added to the Waterfront Park pavilion.
- The City's 2010-11 road program was completed at an approximate cost of \$1,119,200.
- The Public Works/Streets department purchased new equipment including pickup truck (\$20,175), backhoe (\$40,220) and skid loader (\$26,247).
- Two new pickup trucks were purchased for the enterprise fund at a cost of \$44,703.
- Improvements and expansions were made to the City's utility systems at an approximate cost of \$1,010,615.

Additional information on the City of Plaquemine's capital assets can be found in Note E on pages 38-39 of this report.

Long-term debt. At the end of the current fiscal year, the City of Plaquemine had total debt outstanding of \$19,712,905. Of this amount, \$17,045,539 is secured by a levy and collection sales tax, \$148,298 is backed by the full faith and credit of the government and \$1,519,068 is excess revenue debt for which the government is liable.

CITY OF PLAQUEMINE General Obligation and Revenue Bond

	Governmental Activities		Business-type Activities		Total	
	2011	2012	2011	2012	2011	2012
General Obligation:						
Bonds	12,725,000	12,340,000	4,238,789	4,705,539	16,963,789	17,045,539
Certificate of Indebtedness	129,000	70,000	-	-	129,000	70,000
Notes Payable	-	78,298	-	-	-	78,298
Revenue Bonds	210,000	143,000	1,471,530	2,376,068	1,681,530	2,519,068
Total	13,064,000	12,631,298	5,710,319	7,081,607	18,774,319	19,712,905

Additional information on the City of Plaquemine's long-term debt can be found in Note H on pages 40-42 of this report.

Economic Factors and Next Year's Budget and Rates

- The unemployment rate for the City of Plaquemine region (Iberville Parish) for December 2012 was 7.5% which is lower than the 2012 annual averages for United States of 8.08% but higher than the Louisiana rate of 6.4%. Early indicators for 2013 predict an increase in the unemployment rates at the local level as the area chemical plants continue to reduce its labor force as a direct result of the slowing national economy and high fuel cost.

All economic factors were considered in preparing the City of Plaquemine's budget for the 2012-2013 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the City of Plaquemine's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, City of Plaquemine, 23640 Railorad Ave, Plaquemine, Louisiana, 70764.

BASIC FINANCIAL STATEMENTS

CITY OF PLAQUEMINE, LOUISIANA

STATEMENT OF NET ASSETS

OCTOBER 31, 2012

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Cash and cash equivalents	\$ 2,575,304	\$ 1,600,080	\$ 4,175,384	\$ 41,364
Receivables - (net of allowance for uncollectibles)	712,048	1,762,069	2,474,117	18,440
Prepaid expenses	224,938	374,451	599,389	-
Internal balances	1,008,942	(1,008,942)	-	-
Inventories	-	669,505	669,505	-
Restricted assets:				
Cash and cash equivalents	-	3,712,365	3,712,365	-
Capital assets (net of accumulated depreciation):				
Land	756,420	363,626	1,120,046	-
Buildings	2,902,531	121,349	3,023,880	-
Improvements (other than buildings)	3,948,007	-	3,948,007	-
Infrastructure	18,576,806	-	18,576,806	-
Equipment	1,332,435	475,772	1,808,207	-
Furniture and fixtures	19,886	4,723	24,609	-
Utility plant and equipment	-	16,208,249	16,208,249	-
Right of way	-	182,853	182,853	-
Intangibles (net of amortization)	-	12,000	12,000	-
TOTAL ASSETS	\$ 32,057,317	\$ 24,478,100	\$ 56,535,417	\$ 59,804
LIABILITIES				
Accounts payable	\$ 155,704	\$ 1,256,533	\$ 1,412,237	\$ -
Accrued expenses	133,009	73,208	206,217	-
Accumulated leave privileges	442,381	506,431	948,812	-
Retainage payable	84,516	71,961	156,477	-
Accrued interest payable	-	51,956	51,956	-
General obligation bonds payable in one year	474,000	164,000	638,000	-
Revenue bonds payable in one year	70,000	95,365	165,365	-
Note payable in one year	38,009	-	38,009	-
Customer deposits	-	844,517	844,517	-
Non-current liabilities:				
General obligation bonds payable	11,936,000	4,541,539	16,477,539	-
Revenue bonds payable	73,000	2,280,703	2,353,703	-
Note payable	40,289	-	40,289	-
Other	-	27,380	27,380	-
TOTAL LIABILITIES	13,446,908	9,913,593	23,360,501	-
NET ASSETS				
Invested in capital assets, net of related debt	14,904,787	10,092,112	24,996,899	-
Restricted for special revenue, capital improvements, debt service, and bonds	3,528,153	2,159,592	5,687,745	-
Unrestricted	177,469	2,312,803	2,490,272	59,804
TOTAL NET ASSETS	\$ 18,610,409	\$ 14,564,507	\$ 33,174,916	\$ 59,804

The accompanying notes are an integral part of this statement.

CITY OF PLAQUEMINE, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED OCTOBER 31, 2012

EXHIBIT B

Functions/Programs	Expenses	Program Revenues			Net(Expense) Revenue and Changes in Net Assets				Component Units
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government				
					Governmental Activities	Business-type Activities	Total		
Primary government:									
Governmental activities:									
General Government	\$ 1,398,459	\$ -	\$ 8,535	\$ 164,251	\$ (1,227,673)	\$ -	\$ (1,227,673)	\$ -	
City Court	351,309	-	27,797	-	(323,512)	-	(323,512)	-	
Police Department	2,370,172	9,355	131,859	30,099	(2,198,859)	-	(2,198,859)	-	
Fire Department	1,292,943	-	282,404	-	(1,010,539)	-	(1,010,539)	-	
Public Works	1,392,765	41,621	-	-	(1,351,144)	-	(1,351,144)	-	
Recreation	484,523	15,960	-	-	(448,563)	-	(448,563)	-	
Public Health	10,632	-	-	-	(10,632)	-	(10,632)	-	
Housing & Urban Development	501,806	-	440,560	-	(61,246)	-	(61,246)	-	
Debt Service	483,033	-	-	-	(483,033)	-	(483,033)	-	
Total governmental activities	8,265,642	66,936	889,155	194,350	(7,115,201)	-	(7,115,201)	-	
Business-type Activities:									
City Light & Water	12,965,515	12,409,673	-	-	-	(555,842)	(555,842)	-	
Total business-type activities	12,965,515	12,409,673	-	-	-	(555,842)	(555,842)	-	
Total primary government	21,231,157	12,476,609	889,155	194,350	(7,115,201)	(555,842)	(7,671,043)	-	
Component units:									
City Court	459,215	1,720	415,724	-	-	-	-	(41,771)	
Total Component Units	459,215	445,539	445,539	-	-	-	-	(41,771)	
General revenues:									
Property taxes					332,416	-	332,416	-	
Sales taxes					5,479,030	-	5,479,030	-	
Franchise taxes					86,166	-	86,166	-	
License and permits					414,882	-	414,882	-	
Intergovernmental revenues					109,277	-	109,277	-	
Unrestricted investment earnings					465	454	919	19	
Miscellaneous revenues					63,971	330,923	394,894	39,234	
Gain on sale of assets					-	106	106	-	
Transfers					454,344	(454,344)	-	-	
Total general revenues					6,940,551	(122,861)	6,817,690	39,253	
Change in net assets					(174,650)	(678,703)	(853,353)	(2,518)	
Net assets - beginning					18,895,972	15,398,448	34,294,420	62,322	
Restate net assets					(110,913)	(153,238)	(264,151)	-	
Net assets - ending					\$ 18,610,409	\$ 14,564,507	\$ 33,174,916	\$ 59,804	

The accompanying notes are an integral part of this statement.

**CITY OF PLAQUEMINE, LOUISIANA
COMBINED BALANCE SHEET
GOVERNMENTAL FUNDS
OCTOBER 31, 2012**

	General Fund	Sales Tax Revenue Fund	Sales Tax Payable Fund	Street Improvements	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 123,431	\$ 4,559	\$ 2,180,142	\$ 43,849	\$ 223,323	\$ 2,575,304
Receivables	262,154	-	-	-	-	262,154
Due from other govt units	-	439,928	-	-	9,966	449,894
Due from other funds	328,401	-	1,174,122	126,926	-	1,629,449
Prepaid expenses	219,387	-	-	5,551	-	224,938
TOTAL ASSETS	\$ 933,373	\$ 444,487	\$ 3,354,264	\$ 176,326	\$ 233,289	\$ 5,141,739
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 139,010	\$ -	\$ -	\$ 12,194	\$ 4,500	\$ 155,704
Retainage payable	-	-	-	84,516	-	84,516
Due to other funds	51,926	439,928	125,000	-	3,654	620,508
Total Liabilities	190,936	439,928	125,000	96,710	8,154	860,728
Fund balance:						
Nonspendable-not in spendable form	219,387	-	-	5,551	-	224,938
Restricted	-	-	3,229,264	-	225,135	3,454,399
Committed	230,995	-	-	74,065	-	305,060
Assigned	-	4,559	-	-	-	4,559
Unassigned	292,055	-	-	-	-	292,055
Total fund balances	742,437	4,559	3,229,264	79,616	225,135	4,281,011
TOTAL LIABILITIES AND FUND BALANCES	\$ 933,373	\$ 444,487	\$ 3,354,264	\$ 176,326	\$ 233,289	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources
and, therefore, are not reported in the funds.

27,536,085

Long-term liabilities, including bonds payable, are not due and payable
in the current period and therefore are not reported in the funds.

(13,206,687)

\$ 18,610,409

The accompanying notes are an integral part of this statement.

CITY OF PLAQUEMINE, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
YEAR ENDED OCTOBER 31, 2012

	General Fund	Sales Tax Revenue Fund	Sales Tax Bond Fund	Street Improvement	Other Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 242,355	\$ 5,357,336	\$ -	\$ -	\$ 297,921	\$ 5,897,612
Licenses and permits	414,882	-	-	-	-	414,882
Intergovernmental	750,858	-	-	-	440,560	1,191,418
Charges for services	49,325	-	-	-	-	49,325
Fines and forfeits	5,721	-	-	-	-	5,721
Proceeds from debt	-	-	-	-	78,298	78,298
Miscellaneous revenue	70,890	6	416	-	6,378	77,690
TOTAL REVENUES	1,534,031	5,357,342	416	-	823,157	7,714,946
EXPENDITURES						
General Government	\$ 1,202,273	\$ -	\$ -	\$ -	\$ 4,334	\$ 1,206,607
City Court	344,512	-	-	-	-	344,512
Police Department	2,288,810	-	-	-	-	2,288,810
Fire Department	1,187,282	-	-	-	-	1,187,282
Public Works	593,423	-	-	1,633,532	-	2,226,955
Recreation	648,423	-	-	-	-	648,423
Public Health	10,632	-	-	-	-	10,632
Housing and Urban Development	-	-	-	-	497,168	497,168
Debt Service	-	-	855,897	-	138,136	994,033
TOTAL EXPENDITURES	6,275,355	-	855,897	1,633,532	639,638	9,404,422
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,741,324)	5,357,342	(855,481)	(1,633,532)	183,519	(1,689,476)
OTHER FINANCING SOURCES (USES)						
Operating transfers in	4,512,324	-	1,361,857	1,551,797	166,355	7,592,333
Operating transfers out	(30,919)	(5,357,336)	(1,425,000)	-	(324,734)	(7,137,989)
TOTAL OTHER FINANCING SOURCES (USES)	4,481,405	(5,357,336)	(63,143)	1,551,797	(158,379)	454,344
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(259,919)	6	(918,624)	(81,735)	25,140	(1,235,132)
FUND BALANCE (DEFICIT), Beginning	1,002,355	4,553	4,147,888	161,351	199,996	5,516,143
FUND BALANCE (DEFICIT), Ending	\$ 742,436	\$ 4,559	\$ 3,229,264	\$ 79,616	\$ 225,136	\$ 4,281,011

The accompanying notes are an integral part of this statement.

CITY OF PLAQUEMINE, LOUISIANA
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED OCTOBER 31, 2012

Amounts reported for governmental activities in the statement of activities (page 15) are different because:

Net Changes in fund balances - Total governmental funds (page 17)	\$ (1,235,132)
---	----------------

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	668,148
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The liability and expense for compensated absences are not reported in governmental funds. Payments for compensated absences are reported as salaries when they occur. Only the payment consumes current financial resources, and it would take a catastrophic event for this liability to become a current liability.	(40,368)
--	----------

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, which the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	432,702
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Change in net assets of governmental activities (page 15)	\$ (174,650)
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The accompanying notes are an integral part of this statement.

CITY OF PLAQUEMINE, LOUISIANA
STATEMENT OF NET ASSETS
PROPRIETARY FUND
OCTOBER 31, 2012

	<u>City Light & Water</u>
ASSETS	
Cash	\$ 1,600,080
Accounts receivable	1,762,069
Prepaid expenses	374,451
Due from other funds	53,653
Inventory, at cost	669,505
Restricted assets:	
Customer deposits	1,241,452
Bond accounts	2,470,913
Land	363,626
Buildings	753,332
Equipment	3,687,314
Furniture and fixtures	313,392
Utility plant and equipment	42,256,946
Right of way	182,853
Less: accumulated depreciation	(30,200,891)
Intangibles	12,000
TOTAL ASSETS	<u><u>\$ 25,540,695</u></u>
LIABILITIES AND NET ASSETS	
Liabilities	
Current liabilities (payable from current assets)	
Accounts payable	\$ 1,256,533
Accrued expenses	73,208
Accumulated leave privileges	506,431
Due to other funds	1,062,595
Retainage Payable	71,961
Payable from restricted assets	
Accrued Interest payable	51,956
General obligation bonds	164,000
Revenue Bonds	95,365
Customer deposits	844,517
Non-current liabilities:	
General obligation bonds	4,541,539
Revenue Bonds	2,280,703
Other	27,380
Total Liabilities	<u>10,976,188</u>
Net Assets	
Investments in general fixed assets, net of related debt	10,092,112
Restricted for bonds	2,159,592
Unrestricted	2,312,803
Total Net Assets	<u>14,564,507</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 25,540,695</u></u>

The accompanying notes are an integral part of this statement.

CITY OF PLAQUEMINE, LOUISIANA
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS
PROPRIETARY FUND
FOR THE YEAR ENDED OCTOBER 31, 2012

	<u>City Light & Water</u>
OPERATING REVENUES	
Metered sales to general customers	\$ 11,903,028
Billings to municipality and utilities	472,397
Other operating revenue	34,248
TOTAL OPERATING REVENUES	<u>12,409,673</u>
OPERATING EXPENSES	<u>12,681,642</u>
OPERATING INCOME	<u>(271,969)</u>
NONOPERATING REVENUES (EXPENSES)	
Interest on Investments	
Restricted assets	375
Other	79
Miscellaneous	114,024
Rent	51,927
Finance charges	156,432
LEPA	8,648
Interest expense	(281,698)
Paying agent fee	(2,177)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>47,610</u>
INCOME BEFORE TRANSFERS	<u>(224,359)</u>
TRANSFERS	
Transfers in	-
Transfers Out	(454,344)
TOTAL TRANSFERS	<u>(454,344)</u>
CHANGE IN NET ASSETS	(678,703)
NET ASSETS - Beginning	15,396,448
RESTATE NET ASSETS - Beginning	<u>(153,238)</u>
NET ASSETS - Ending	<u><u>\$ 14,564,507</u></u>

The accompanying notes are an integral part of this statement.

CITY OF PLAQUEMINE, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED OCTOBER 31, 2012

EXHIBIT H

	City Light & Water
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 12,081,685
Receipts from interfund	(33,893)
Payments to suppliers	(8,870,697)
Payments to employees	(2,269,929)
Other Payments	(67,744)
Net cash provided (used) by operating activities	<u>839,422</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Net operating transfers out to other funds	(454,344)
Non-operating receipts	331,029
Net cash provided (used) by noncapital financing activities	<u>(123,315)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of capital assets	(1,132,159)
Proceeds from debt	1,534,750
Principal paid on revenue bond maturities	(163,462)
Interest paid on revenue bonds	(281,698)
Paying agent fees	(14,177)
Customer Deposits	9,845
Net cash provided (used) by capital and related financing activities	<u>(46,901)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on investments	454
Net cash provided (used) by investing activities	<u>454</u>
Net increase (decrease) in cash and cash equivalents	669,660
Balances - beginning of year	4,642,785
Balances - end of the year	<u><u>\$ 5,312,445</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	\$ (271,966)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation	978,012
Changes in assets and liabilities:	
Accounts receivable	(327,988)
Prepaid expenses	-
Due from other funds	(33,893)
Inventory	(42,976)
Accounts payable	562,279
Due to other funds	-
Salaries & benefits payable	8,271
Accrued leave privileges	(32,317)
Net cash provided by operating activities	<u><u>\$ 839,422</u></u>

The accompanying notes are an integral part of this statement.

CITY OF PLAQUEMINE, LOUISIANA NOTES TO FINANCIAL STATEMENTS

NOTE A: SIGNIFICANT ACCOUNTING POLICIES

The City of Plaquemine was incorporated in 1878, under the provisions of Act 109 of the 1878 General Assembly. The City operates under a Mayor–Board of Selectmen form of government.

The accounting and reporting practices of the City of Plaquemine, Louisiana, conform to generally accepted accounting principles as applicable to governmental units on a consistent basis between periods. The City's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. The City's proprietary fund applies all Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless these pronouncements conflict with or contradict GASB pronouncements, in which case, GASB pronouncements prevail. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the *Louisiana Municipal Audit and Accounting Guide*, and to the industry audit guide, *Audits of State and Local Governmental Units*, published by the American Institute of Certified Public Accountants.

The following is a summary of certain significant accounting policies and practices.

Financial Reporting Entity

As the municipal governing authority, for reporting purposes, the City of Plaquemine, Louisiana is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government (municipality), (b) the organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the City of Plaquemine, Louisiana for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include the following:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the municipality to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the municipality.
2. Organizations for which the municipality does not appoint a voting majority but are fiscally dependent on the municipality.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

As required by generally accepted accounting principles, these financial statements present the City of Plaquemine, Louisiana (the primary government) and its component units. The component units included in the accompanying financial statements are discretely presented.

Discretely Presented Component Units

Component units that are legally separate from the municipality but are financially accountable to the municipality, or whose relationship with the municipality are such that exclusion would cause the municipality's financial statements to be misleading or incomplete are discretely presented. The "Component Units" column of the combined financial statements includes the financial data of these discretely presented component units. They are reported in a separate column to emphasize that they are legally separate from the municipality.

The following component unit is discretely presented in the accompanying financial statements: City Court of Plaquemine, Louisiana.

The City Court of Plaquemine was created under the provisions of Louisiana Revised Statute 13:2488,61. The City Judge and Marshal are elected by the voters of the City of Plaquemine and serve a term of six years as provided by Louisiana Revised Statutes 13:1872 and 13:1879, respectively. The City Court of Plaquemine has a December 31, 2012 year end.

City Court Judges and City Marshals are independently elected officials and are part of the operations of the City Court system. The City Court system is fiscally dependent on the municipality for office space and courtrooms. The substance of the relationship between the City Court system and the municipality is that the municipality has approval authority over its capital budget. In addition, the nature and significance of the relationship between the City Court system and the municipality is such that exclusion from the municipality's financial statements would render the financial statements incomplete or misleading. We conclude that City Court is component unit of the City of Plaquemine, Louisiana.

The December 31, 2012 audit report of the City Court of Plaquemine is shown in discrete presentation in the October 31, 2012 audit report of the City of Plaquemine, Louisiana. Copies of the component unit report can be obtained from the City Marshal or Judge.

The following presents the condensed financial statements for each of the discretely presented component units:

Condensed Balance Sheet:

	<u>Governmental</u>	<u>Fiduciary</u>
1. Current assets	\$ 71,819	\$ 128,339
2. Property, plant and equipment	-	-
3. Current liabilities	12,015	128,339

CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

**Condensed Statement of Revenues, Expenditures and Changes
in Fund Balances for Component Unit - Governmental Funds:**

1. Revenues	\$ 417,613
2. Current expenditures	459,215
3. Capital outlay expenditures	-
4. Other financial sources (uses)	39,084
5. Excess (deficiency) of revenues and expenditures	(2,518)

Fund Accounting

The accounts of the City of Plaquemine are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The various funds are grouped in the financial statements in this report into three generic fund types as follows:

A. Governmental Funds

1. General Fund

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

2. Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, or major capital projects) that are legally restricted to expenditures for specific purposes.

3. Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

4. Capital Projects Fund

Capital Projects Funds account for financial resources to be used for the acquisition or construction of major capital facilities which are not financed by Proprietary and Trust Funds.

CITY OF PLAQUEMINE, LOUISIANA NOTES TO FINANCIAL STATEMENTS

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

B. Proprietary Fund

Enterprise Fund

Enterprise Funds are used to account for operations:

(a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or

(b) where the governing body has decided the periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

C. Fiduciary Funds

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the municipality. Fiduciary funds include:

Agency Funds

Agency Funds account for assets that the municipality holds on behalf of others as their agent. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the City of Plaquemine and its component units. For the most part, the effect of the interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the City of Plaquemine is reported separately from certain legally separate *component units* for which the City of Plaquemine is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

CITY OF PLAQUEMINE, LOUISIANA NOTES TO FINANCIAL STATEMENTS

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claim and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when the government receives cash.

City of Plaquemine, Louisiana reports the following governmental funds:

Major Fund – General

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Major Special Revenue Funds

The *Sales Tax Fund* is the City's primary fund for maintenance and outlay of roads and bridges throughout the city. This fund is supported by parish-wide sales tax revenue.

Major Debt Service Fund

The *Sales Tax Bond Fund* accounts for the payment of principal and interest on bonds.

Major Capital Projects Fund

The *Street Improvement Fund* accounts for the major capital improvements on the streets.

CITY OF PLAQUEMINE, LOUISIANA NOTES TO FINANCIAL STATEMENTS

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

Non Major Special Revenue Funds

The *Housing Assistance Program Fund* accounts for the receipts and expenditures of funds received specifically for Housing Assistance from the U.S. Housing and Urban Development Department.

The *Building Maintenance Tax Fund* accounts for taxes received from 2.76 mills that were levied on property.

The *Police Equipment Tax Fund* accounts for taxes received from 2.76 mills that were levied on property.

The *Fire Department Capital Improvements Fund* accounts for the funds received from the Iberville Parish Council which are designated for the specific purpose of fire department capital expenditures.

The *Safe Haven Fund* accounts for funds received from the Department of Justice, Office of Violence Against Women involving a three year \$400,000 grant to provide a safe exchange environment for victims of domestic abuse.

Non Major Debt Service Funds

The *Certificate of Indebtedness (9-26-02) Fund* accumulates monies for the payment of a certificate of indebtedness, Series 2002 due in annual installments, plus interest due semiannually, through maturity in 2012. Proceeds were used to purchase a sweeper. Debt service is financed by transfers from the Enterprise Fund.

The *Certificate of Indebtedness (11-1-04) Fund* accumulates monies for the payment of a certificate of indebtedness, Series 2004 due in annual installments, plus interest due semiannually, through maturity in 2014. Proceeds were used to purchase a fire truck.

The *Revenue Bonds – 2010 Fund* accumulates payments for revenue bonds to purchase a fire truck.

The *Note Payable – 2012 Fund* accumulates monies for the payment of a note used to purchase four police vehicles due in annual installments through maturity in 2014.

Major Proprietary Fund

The *Utility Department Fund* accounts for the sale of electricity, water, gas and sewer to customers within the City of Plaquemine.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The government has elected not to follow subsequent private-sector guidance.

CITY OF PLAQUEMINE, LOUISIANA NOTES TO FINANCIAL STATEMENTS

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's utility department and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the utility department enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when measurable and available. "Measurable" meaning the amount of the transaction can be determined and "available" meaning collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers all revenue available if collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when obligations are expected to be liquidated with expendable available financial resources. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual funds use the following practices in recording revenues and expenditures:

A. Revenues

Ad valorem taxes and the related state revenue sharing (which is based on population and homesteads in the parish) are recorded in the year the taxes are assessed. Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December of the current year and January and February of the ensuing year.

CITY OF PLAQUEMINE, LOUISIANA NOTES TO FINANCIAL STATEMENTS

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

Federal and state grants are recorded when the City is entitled to the funds.

Interest income on time deposits are recorded when the time deposits have matured and the income is available.

Sales and use tax revenues are recorded in the month collected by the City.

Substantially all other revenues are recorded when received.

B. Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except for principal and interest on general long-term debt are recognized when due and compensated absences which are recognized when paid. Encumbrances are not recorded in the accounting records since no material amounts exist at year-end.

C. Other Financing Sources (Uses)

Transfers between funds, which are not expected to be repaid (and any other financing source/use) are accounted for as other financing sources (uses). Transfers are recorded when received or paid.

All proprietary funds are accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. The proprietary funds use the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized at the time liabilities are incurred.

Basis of Presentation

The accompanying financial statements of the City of Plaquemine, Louisiana have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles required management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Budget and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in these financial statements:

CITY OF PLAQUEMINE, LOUISIANA NOTES TO FINANCIAL STATEMENTS

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

1. The City Accountant prepares a proposed budget and submits same to the Mayor and Board of Selectmen no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated, require the approval of the Board of Selectmen.

The chief executive or administrative officer must advise the governing authority when:

Total revenue collection by budgeted fund plus projected revenue collections for the remainder of the year fail to meet the estimated annual budgeted revenues by fund by more than 5%.

Total actual expenditures by budgeted fund plus projected expenditures for the remainder of the year exceed the total estimated budgeted expenditures by fund by more than 5%.

Actual beginning fund balance fails to meet the estimated beginning fund balance by more than 5%.

6. All budgetary appropriations lapse at the end of each fiscal year.
7. A budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted, or as amended from time to time by the Board of Selectmen. A budget for the enterprise fund was prepared.

Budgets for the Debt Service Funds and Recreation Fund were not prepared for the year ended October 31, 2012.

Budgets for the Housing Assistance Program are approved by the Department of Housing and Urban Development and not formally adopted by the City of Plaquemine.

Budgetary data for discretely presented component units are not presented in Combined Statement of Revenues, Expenditures, and Changes in Fund Balance—Budget and Actual.

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

Assets, Liabilities, and Net Assets or Equity

A. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Enterprise Fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

B. Receivables and Payables

Customer receivables include amounts due from customers for the use of utilities. All receivables are current and therefore due within one year. Receivables are reported net of an allowance for uncollectible accounts. The estimated amount is based on billings during the month following the close of the year. Customer accounts receivable of \$1,464,406 is reported net of a \$70,444 allowance for uncollectible accounts for the year ended October 31, 2012.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/due from" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

C. Inventory

Engine fuel and gasoline inventory is stated at cost (FIFO) based on an estimated number of gallons unused at year end.

Purchases of operating supplies by governmental fund types are recorded as expenditures when purchased; inventories of such supplies are not recorded and are not considered by management to be material.

D. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond October 31, 2012 are recorded as prepaid expenses.

E. Restricted Assets

Restricted assets include cash and cash equivalents that are legally restricted as to their use. The restricted assets are related to customers' deposits and bond resolution requirements.

CITY OF PLAQUEMINE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

F. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$1,000 (amount not rounded) and estimated useful lives in excess of 1 year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment for the primary government, as well as the component units and enterprise funds, is depreciated using the straight line method using the following useful lives:

Asset Class	Governmental Funds	Enterprise Funds
Buildings	40 Years	25-50 Years
Infrastructure	40 Years	N/A
Water/Gas/Sewerage Systems	N/A	5-50 Years
Furniture and Fixtures	5 -10 Years	3-15 Years
Vehicles	5 Years	4-8 Years

G. Investments

Under state law, the City of Plaquemine may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are stated at market value.

H. Vacation and Sick Leave

It is the City's policy to permit employees to accumulate earned but unused vacation (unlimited) and sick pay (60 days) benefits. No liability is recorded for unpaid accumulated sick leave. Vacation pay is accrued when incurred in proprietary funds and recorded as a liability. For governmental fund types, the City's liability has been recorded on the Statement of Net Assets.

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

I. Amortization

Bond expenses associated with outstanding bond issues are being amortized over the life of each respective issue.

J. Allocation of Administrative and General Expenses

Administrative and general expenses are allocated to each individual utility system based on the percentage of each system's operating revenues to the total operating revenues for the entire Enterprise Fund.

K. Long Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net assets. Bond premiums and discounts, as well as issue costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds Payable are reported net of applicable bond premium discount.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

L. Net Assets

In the Statement of Net Assets, the difference between a government's assets and liabilities is recorded as net assets. The three components of net assets are as follows:

Invested in Capital Assets, Net of Related Debt – This category records capital assets net of accumulated depreciation and reduced by any outstanding balances of bonds, mortgages, notes, or other borrowings attributable to the acquisition, construction, or improvement of capital assets.

Restricted Net Assets – Net assets are reserved by external sources, such as banks or by law, are reported separately as restricted net assets.

Unrestricted Net Assets – This category represents all net assets not invested in capital assets or restricted.

M. Fund Balance

City of Plaquemine, Louisiana elected to implement GASB 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in fiscal year 2011. In the fund financial statements, fund balance of the governmental funds are classified as follows:

CITY OF PLAQUEMINE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

NOTE A: SIGNIFICANT ACCOUNTING POLICIES, continued

Nonspendable – Amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – Amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – Amounts that can be used only for specific purposes determined by a formal action of the City. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board of Councilmen.

Assigned – Amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes.

Unassigned – All other spendable amounts.

As of October 31, 2012, fund balances were composed of the following:

	General Fund	Sales Tax Revenue	Street Improvement	Sales Tax Payable	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:						
Prepaid items	\$ 219,387	\$ -	\$ 5,551	\$ -	\$ -	\$ 224,938
Restricted:						
Sales Tax Payable	-	-	-	3,229,264	-	3,229,264
HUD	-	-	-	-	26,755	26,755
Police Equipment	-	-	-	-	67,674	67,674
Building Maintenance	-	-	-	-	83,065	83,065
Fire Dept	-	-	-	-	47,641	47,641
Committed:						
Capital Outlay	-	-	74,065	-	-	74,065
2011-2012 Budget	230,995	-	-	-	-	230,995
Assigned	-	4,559	-	-	-	4,559
Unassigned	292,055	-	-	-	-	292,055
Total Fund Balances	<u>\$ 742,437</u>	<u>\$ 4,559</u>	<u>\$ 79,616</u>	<u>\$ 3,229,264</u>	<u>\$ 225,135</u>	<u>\$ 4,281,011</u>

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considered restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City or the finance committee has provided otherwise in its commitment or assignment actions.

CITY OF PLAQUEMINE, LOUISIANA NOTES TO FINANCIAL STATEMENTS

NOTE B: CASH AND CASH EQUIVALENTS

For reporting purposes, cash and cash equivalents include cash, demand deposits, time deposits and certificates of deposit. Under state law, the City of Plaquemine, may deposit funds with a fiscal agent bank organized under the laws of the State of Louisiana, or any other state in the Union, or the laws of the United States. Further, the City of Plaquemine may invest in time deposits or certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

For the year ended October 31, 2012, the City of Plaquemine entered into a fiscal agency contract with four (4) commercial banks domiciled within Iberville Parish. The contract provided that all deposits of the participating units (see below) are to be in Super NOW (negotiable orders of withdrawal) accounts paying a market rate of interest which approximates the interest rate on 13 week U.S. Treasury Bills. The contract called for participation by the banks in the ratio of their relative capital and surplus at October 31, 2012. The names of the banks and their participation percentages in the fiscal agency contract are as follows:

Iberville Trust & Savings Bank	18.67%
Citizens Bank & Trust Company	33.32%
Plaquemine Bank & Trust Company	31.09%
Anthem Bank & Trust Company	16.92%

Under the contract, Plaquemine Bank acted as the servicing bank or agent for the other banks and served as a clearinghouse for all deposits and withdrawals of the City. Each participating bank is to maintain an account in the name of the City and is required to pledge securities in excess of federal deposit (FDIC) insurance to protect the deposits of the City.

It has not been determined whether these component units have fiscal agency agreements of their own. Consequently, the information that follows refers only to the City's fiscal agency agreement.

At October 31, 2012, the City of Plaquemine has bank balances totaling \$7,144,347.

Each of the four banks participating in the fiscal agency contract maintains an account in the name of the City of Plaquemine, and thus has separate federal deposit insurance for that account in the amount of \$250,000 for checking and savings accounts for a total of \$1,000,000 FDIC insurance. Any excess of deposits over federal deposit insurance must be secured under state law by the pledge of bank owned securities. The market value of the pledged securities plus the federal deposit insurance must at all times be at least equal to the amount on deposit with the banks. The pledged securities are held in the name of the pledging banks in an independent custodial bank that is mutually acceptable to the parties involved.

The following is a summary of cash and cash equivalents of the City of Plaquemine included in the fiscal agency contract at October 31, 2012, with the related federal deposit insurance and pledged securities:

CITY OF PLAQUEMINE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

NOTE B: CASH AND CASH EQUIVALENTS, continued

	Bank Balances 10/31/2012	FDIC Insurance	Balances Uninsured
Cash	\$ 7,144,347	\$ 3,067,148	\$ 4,077,199
Uncollateralized Securities pledged and held by custodial banks in the name of fiscal agent banks, at fair market value, at 10-31-12			<u>8,291,444</u>
Excess of FDIC insurance and pledged securities over cash at 10-31-12			<u>\$ 4,214,245</u>

The City has two accounts at Merrill Lynch. These accounts totaling \$1,577,946 are not listed above, however, are 100% covered by FDIC.

At December 31, 2012, the carrying amount of deposits for the City Court, a discretely presented component unit, was \$167,266 and the bank balance was \$210,731. The entire bank balance was covered by federal depository insurance.

Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial banks to advertise and sell the pledged securities within ten (10) days of being notified by the City that the fiscal agency bank(s) has (have) failed to pay deposited funds upon demand.

NOTE C: RECEIVABLES & DUE FROM GOVERNMENTAL UNITS

The receivables are October 31, 2012 are as follows:

Description	Governmental Activities	Business-Type Activities
Department of Transportation & Development	\$ -	\$ -
Louisiana Department of Motor Vehicles	3,960	-
Iberville Parish Council	75,365	-
Sales taxes due from Iberville Parish	449,894	-
Video poker taxes from Louisiana State Treasurer's Office	4,191	-
Fines	978	-
Copac	5,970	-
Code Enforcement	103,239	-
Charges for services	-	1,762,069
City Court	2,400	-
Refunds (insurance and other)	66,050	-
	<u>\$ 712,047</u>	<u>\$ 1,762,069</u>

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE D: RESTRICTED ASSETS – PROPRIETARY FUND TYPE

Restricted assets of the Utility Department Fund were applicable to the following at October 31, 2012:

	<u>2012</u>
Cash and Cash Equivalents:	
Customer meter deposits	\$ 1,241,452
Bond accounts	<u>2,470,913</u>
Total	<u>\$ 3,712,365</u>

NOTE E: CAPITAL ASSETS

A summary of changes in capital assets is as follows:

	<u>Primary Government</u>			
	<u>Balance 10/31/2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 10/31/2012</u>
Land	\$ 756,420	\$ -	\$ -	\$ 756,420
Buildings	3,825,751	281,314	-	4,107,065
Improvements other than buildings	5,739,514	41,030	-	5,780,544
Infrastructure	24,682,281	1,127,857	-	25,810,138
Equipment	6,488,099	240,196	(42,117)	6,686,178
Furniture and fixtures	265,573	-	-	265,573
Total Capital Assets	<u>\$ 41,757,638</u>	<u>\$ 1,690,397</u>	<u>\$ (42,117)</u>	<u>\$ 43,405,918</u>

	<u>Primary Government</u>				
	<u>Accumulated Depreciation Balance 10/31/2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Accumulated Depreciation Balance 10/31/2012</u>	<u>Capital Assets Net of Accumulated Depreciation</u>
Land	\$ -	\$ -	\$ -	\$ -	\$ 756,420
Buildings	1,067,595	136,939	-	1,204,534	2,902,531
Improvements other than buildings	1,628,722	203,815	-	1,832,537	3,948,007
Infrastructure	6,915,825	317,507	-	7,233,332	18,576,806
Equipment	5,054,892	340,968	(42,117)	5,353,743	1,332,435
Furniture and fixtures	222,668	23,019	-	245,687	19,886
Total Accumulated Depreciation	<u>\$ 14,889,702</u>	<u>\$ 1,022,248</u>	<u>\$ (42,117)</u>	<u>\$ 15,869,833</u>	<u>\$ 27,536,085</u>

CITY OF PLAQUEMINE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

NOTE E: CAPITAL ASSETS, continued

	Component Unit					Capital Assets Net of Accumulated Depreciation
	Cost	Accumulated Depreciation Balance 1/1/2012	Additions	Deletions	Accumulated Depreciation Balance 12/31/2012	
Equipment and furniture	\$ 142,903	\$ 142,903	\$ -	\$ -	\$ 142,903	\$ -
Total	\$ 142,903	\$ 142,903	\$ -	\$ -	\$ 142,903	\$ -

A summary of the changes in proprietary type property, plant and equipment at October 31, 2012 is as follows:

	Proprietary			
	Balance 10/31/2011	Additions	Deletions	Balance 10/31/2012
Electric generation and distribution system	\$ 22,924,056	\$ 226,596	\$ -	\$ 23,150,652
Water pumping and distribution system	6,670,658	76,745	-	6,747,403
Sewerage system	10,420,586	707,273	-	11,127,859
Natural gas distribution system	1,231,032	-	-	1,231,032
Land	343,826	19,800	-	363,626
Buildings	737,406	15,926	-	753,332
Equipment	3,601,495	85,819	-	3,687,314
Furniture and fixtures	313,392	-	-	313,392
Right of way	182,853	-	-	182,853
	\$ 46,425,304	\$ 1,132,159	\$ -	\$ 47,557,463

	ACCUMULATED DEPRECIATION				
	Accumulated Depreciation 10/31/2011	Additions	Reclassification	Accumulated Depreciation 10/31/2012	Net of Accumulated Depreciation
Electric generation and distribution system	\$ 16,444,188	\$ 384,767	\$ -	\$ 16,828,955	\$ 6,321,697
Water pumping and distribution system	4,019,625	142,413	-	4,162,038	2,585,365
Sewerage system	3,747,036	152,549	-	3,899,585	7,228,274
Natural gas distribution system	1,146,644	11,475	-	1,158,119	72,913
Land	-	-	-	-	363,626
Buildings	570,333	64,650	-	634,983	118,349
Equipment	2,990,577	220,985	-	3,211,542	3,687,314
Furniture and fixtures	304,476	4,193	-	308,669	4,723
Right of way	-	-	-	-	182,853
	\$ 29,222,879	\$ 981,012	\$ -	\$ 30,203,891	\$ 20,565,114

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE F: ACCOUNTS PAYABLE AND OTHER PAYABLES

A summary of payables at October 31, 2012 is as follows:

Class of Payables	General Fund	Special Revenue Funds	Capital Project Funds	Proprietary Fund
Accounts payable	\$ 139,010	\$ 4,500	\$ 12,194	\$ 1,256,533
Accrued expenses	133,009	-	-	125,164
Total	\$ 272,019	\$ 4,500	\$ 12,194	\$ 1,381,697

NOTE G: ACCRUED LEAVE PRIVILEGES

The following is a summary of changes in accumulated leave privileges for the year ended October 31, 2012:

	Activities	Activities
Balance at 10-31-11	\$ 324,517	\$ 385,510
* Prior period adjustment	110,913	153,238
Increase (decrease) in accumulated sick leave	6,951	(32,317)
Balance at 10-31-12	\$ 442,381	\$ 506,431

*See Note M Prior Period Adjustment

NOTE H: CHANGES IN LONG-TERM OBLIGATION

The following is a summary of long-term debt transactions for the year ended October 31, 2012:

	General Obligation Bonds				
	Bonds	Certificates of Indebtedness	Revenue Bonds	Note Payable	Total
Long-term bonds payable 11-1-11	\$ 16,963,789	\$ 129,000	\$ 1,681,530	\$ -	\$ 18,774,319
Bond proceeds	534,750	-	1,000,000	121,005	1,655,755
Bonds retired or transferred to current liabilities	(453,000)	(59,000)	(162,462)	(42,707)	(717,169)
Long-term bonds payable 10-31-12	\$ 17,045,539	\$ 70,000	\$ 2,519,068	\$ 78,298	\$ 19,712,905

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE H: CHANGES IN LONG-TERM OBLIGATION, continued

Long-term debt at October 31, 2012 is comprised of the following individual issues:

GENERAL OBLIGATION BONDS

\$3,330,000 Sales Tax Refunding bonds dated 10-28-08; due in annual installments of \$95,000-\$245,000 beginning Dec. 1, 2012 through Dec. 1, 2032. Interest at 4.25%-4.75% payable semiannually.	\$ 3,330,000
\$1,180,000 Sales Tax Refunding bonds dated 10-28-08; due in annual installments of \$95,000-\$385,000 through Dec. 1, 2011. Interest at 4.25%, payable semiannually.	-
\$12,340,000 Sales Tax Refunding bonds dated 7-1-10; due in annual installments at \$440,000-\$995,000 beginning Dec. 1, 2012 through Dec. 1, 2029. Interest at 3.000%-4.125%, payable semiannually.	12,340,000
Sales Tax bonds, Series 2010; not to exceed \$1,500,000; draw to date \$1,394,903; interest rate 0.95%; payable semiannually beginning 12/1/12 and ending 12/1/30.	<u>1,375,539</u>
	<u><u>\$ 17,045,539</u></u>

CERTIFICATES OF INDEBTEDNESS

\$225,000 Certificates of Indebtedness dated 9-26-02; due in annual installments of \$7,000 - \$26,000 through Feb. 1, 2012. Interest at 4.50%, payable semiannually.	\$ -
\$300,000 Certificates of Indebtedness dated 11-1-04; due in annual installments of \$17,000 - \$36,000 through Feb. 1, 2014. Interest at 4.25%, payable semiannually.	<u>70,000</u>
	<u><u>\$ 70,000</u></u>

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE H: CHANGES IN LONG-TERM OBLIGATION, continued

REVENUE BONDS

\$1,250,000 Water, Sewer, Electric & Natural Gas Revenue bonds dated 4-1-00; due in annual installments of \$35,000-\$100,000 through April 1, 2020. Interest at 4.40% to 5.65% payable semiannually. \$ 660,000

\$1,025,000 Water, Sewer, Electric & Natural Gas Revenue bonds dated 4-1-01; due in annual installments of \$65,825 through April 1, 2030. Interest at 4.75% payable semiannually. 716,068

\$275,000 Revenue bonds dated 03-29-10 for the purchase of a fire truck; due in annual installments of \$65,000-\$73,000 through Oct. 1, 2014. Interest at 3.75% payable semiannually. 143,000

\$1,000,000 Water, Sewer, Electric & Natural Gas Revenue bonds dated 9-26-12; due in annual installments of \$320,000 - \$345,000 through December 1, 2015. Interest at 3.75% payable semiannually. 1,000,000

\$ 2,519,068

NOTE PAYABLE

\$121,005 note payable dated 12/11/11; due in annual installments of \$42,707 through 1-11-14. Interest at 6% payable annually. \$ 78,298

CITY OF PLAQUEMINE, LOUISIANA **NOTES TO FINANCIAL STATEMENTS**

NOTE H: CHANGES IN LONG-TERM OBLIGATION, continued

The annual requirements to amortize all debt outstanding as of October 31, 2012 including interest payments of \$7,530,070 are as follows:

Year Ending October 31	General Obligation Bonds	Certificate of Indebtedness	Revenue Bonds	Note Payable	Total
2013	\$ 1,215,385	\$ 36,253	\$ 266,364	\$ 42,707	\$ 1,560,709
2014	1,224,073	36,765	594,038	42,707	1,897,583
2015	1,229,983	-	522,069	-	1,752,052
2016	1,245,925	-	520,114	-	1,766,039
2017	1,255,790	-	169,128	-	1,424,918
2018	1,268,612	-	169,293	-	1,437,905
2019	1,279,986	-	169,135	-	1,449,121
2020	1,283,925	-	168,650	-	1,452,575
2021	1,294,900	-	65,826	-	1,360,726
2022	1,296,675	-	65,826	-	1,362,501
2023	1,302,825	-	65,826	-	1,368,651
2024	1,312,171	-	65,826	-	1,377,997
2025	1,318,601	-	65,825	-	1,384,426
2026	1,324,082	-	65,825	-	1,389,907
2027	1,332,274	-	65,825	-	1,398,099
2028	1,337,786	-	44,394	-	1,382,180
2029	1,345,660	-	-	-	1,345,660
2030	1,375,802	-	-	-	1,375,802
2031	253,087	-	-	-	253,087
2032	252,219	-	-	-	252,219
2033	250,818	-	-	-	250,818
	<u>\$ 24,000,579</u>	<u>\$ 73,018</u>	<u>\$ 3,083,964</u>	<u>\$ 85,414</u>	<u>\$ 27,242,975</u>

NOTE I: AD VALOREM TAXES

Ad valorem taxes attach as an enforceable lien on property in June of each year. Taxes are levied by the City in October or November and are actually billed to the taxpayers in December. Billed taxes become delinquent on December 31 of the following calendar year. Revenues are budgeted in the fiscal year billed.

The Iberville Parish Sheriff's Office bills and collects property taxes using the assessed values determined by the tax assessor or Iberville Parish. For the year ended October 31, 2012, the City levied taxes of 10.37 mills on property assessed valuations totaling \$31,999,485. These were dedicated as follows:

General corporate purposes	4.85 mills
Building maintenance	2.76 mills
Police equipment	2.76 mills

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE I: AD VALOREM TAXES, continued

Total taxes levied were \$331,840, where approximately \$332,438 were collected for the fiscal year ended October 31, 2012. The Iberville Parish Sheriff's Office received a commission of \$6,776.

NOTE J: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund receivable and payable representing short-term borrowing at October 31, 2012 were as follows:

Fund	Interfund Receivables	Interfund Payables	Total Governmental Activities (Net)	Total Business-Type Activities (Net)
General Fund	\$ 328,401	\$ (51,925)	\$ 276,476	\$ -
Major Funds:				
Sales Tax Revenue	-	(439,928)	(439,928)	-
Sales Tax Payable Fund	1,174,122	(125,000)	1,049,122	-
Street Improvement	126,926	-	126,926	-
Non Major Funds:				
Housing and Urban Development	-	(3,654)	(3,654)	-
Total	1,629,449	(620,507)	\$ 1,008,942	
Major:				
Proprietary Fund	53,653	(1,062,595)		\$ (1,008,942)

NOTE J: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS, continued

The following is an analysis of interfund transfers at October 31, 2012:

Transfers In	Primary Government Transfers Out:						Total
	Major Governmental					Non Major Govern- mental	
	Utility Depart- ment	General	Sales Tax Revenue Dept.	Sales Tax Dept.	Street Imp.		
Non Major Governmental	\$ 23,885	\$ 30,919	\$ -	\$ -	\$ -	\$ 111,551	\$ 166,355
Major Governmental:							
Sales Tax Dept.	-	-	1,361,857	-	-	-	1,361,857
Street Improvement	126,797	-	-	1,425,000	-	-	1,551,797
General	303,662	-	3,995,479	-	-	213,183	4,512,324
	\$ 454,344	\$ 30,919	\$ 5,357,336	\$ 1,425,000	\$ -	\$ 324,734	\$ 7,592,333

The principal purpose of the above interfund transfers is to supplement revenues for ongoing operations and to supplement future capital outlay purchases.

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE K: RETIREMENT COMMITMENTS

Employees of the City of Plaquemine, Louisiana (approximately 120) are members of the Municipal Employees Retirement System, the Police Retirement System, or the Fire Fighters Retirement System.

Contributions to the systems are made by both the employees and the City of Plaquemine as a percentage of salaries. The employee contribution to the Municipal, Fire, Police, and LASERS Retirement Systems are 9.25, 10%, 10% and 11.5%, respectively. The employer contributions to the Municipal, Fire, Police, and LASERS Retirement changed to 17%, 24%, 31%, and 34.8%, respectively effective July 1, 2012. The following is a recap of the City's contributions:

	<u>2012</u>
Municipal Employees Retirement System	\$ 401,291
Fire Fighters Retirement System	126,681
Police Retirement System	249,603
LASERS	<u>8,399</u>
 Total Contributions	 <u><u>\$ 785,974</u></u>

Data concerning the actuarial status of the systems are not available.

NOTE L: FLOW OF FUNDS & RESTRICTIONS ON USE

Series 2000 Utility Revenue Bonds

All of the income and revenues earned or derived from the operation of the System shall be deposited daily as the same may be collected in the "Utilities System Revenue Fund," (the "Revenue Fund") which may, at the option of the Issuer, contain separate sub-accounts for the waterworks plant and system, the sewerage system, the natural gas system and electric plant and system. The Revenue Fund shall be maintained and administered in the following order of priority and for the following express purposes:

- 1) The payment of all reasonable and necessary expenses of operating and maintaining the System as are not provided for from other lawfully available sources shall first be paid from the Revenue Fund.

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE L: FLOW OF FUNDS & RESTRICTIONS ON USE, continued

The establishment and maintenance of a separately identifiable fund or account designated as the "Utilities Revenue Bond Sinking Fund" (the "Sinking Fund") sufficient in amount to pay promptly and fully the principal of and the interest on the Bonds and any Additional Parity Bonds, as they severally become due and payable, by transferring from funds in the Revenue Fund after making the payments required by (1) above to the Sinking Fund to be held by the fiscal agent of the Issuer, monthly in advance on or before the 20th day of each month of each year, a sum equal to 1/6th of the interest falling due on the Series 2000A Bonds on the next Interest Payment Date and payment date and 1/12th of the payment falling due on the Series 2000B Bonds on the next payment date (except with regard to the first payment date, a monthly payment equal to the interest accruing on the Series 2000B Bonds for such month), together with such additional proportionate monthly sum as may be required to pay said principal and interest as the same become due. If Additional Parity Bonds are hereafter issued by the Issuer as provided by this Resolution, the Issuer shall make such monthly payments as required in the resolution providing for their issuance. The Issuer shall transfer from said Sinking Fund to the paying agent bank or banks for all Bonds payable from the Sinking Fund at least three (3) days in advance of each Interest Payment Date, funds fully sufficient to pay promptly the principal and interest so falling due on such date.

- 2) The establishment and maintenance of a separately identifiable fund or account designated as the "Utilities Revenue Bond Debt Service Reserve Fund" (the "Reserve Fund"), by transferring from the Utilities Fund to the regularly designated fiscal agent bank of the Issuer (or such other bank designated by the Issuer with the approval of the Government) monthly in advance on or before the 20th day of each month, a sum at least equal to twenty percent (20%) of the amount to be paid monthly into the Sinking Fund, the payments into the Reserve Fund to continue until such time there has been accumulated therein a sum equal to the Reserve Fund Requirement, the money in the Reserve Fund to be retained solely for the purpose of paying the principal of and interest on bonds payable from the Sinking Fund as to which there would otherwise be default. In the event that Additional Parity Bonds are issued hereafter in the manner provided by this Resolution and the establishment of the Reserve Fund is required in connection therewith, there shall be transferred from the Revenue Fund (after making all required payments from said fund as hereinabove described), or from the proceeds of such obligations, into the Reserve Fund monthly or annually, such amount (as may be designated in the Resolution authorizing the issuance of such Additional Parity Bonds) as will increase the total amount on deposit in the Reserve Fund within a period not exceeding five (5) years to a sum equal to the Reserve Fund Requirement on the Bonds and such Additional Parity Bonds.

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE L: FLOW OF FUNDS & RESTRICTIONS ON USE, continued

- 3) The establishment and maintenance of a separately identifiable fund or account designated "Additions and Contingencies Fund" (the "Contingencies Fund"), to care for extensions, additions, improvement, renewals and replacements necessary to properly operate the System, by transferring from funds in the Revenue Fund after making the payments required by (1), (2) and (3) above to the Contingencies Fund monthly on or before the 20th day of each month of the year, a sum equal to five percent (5%) of the amount to be paid monthly into the Sinking Fund, provided that such sum is available after provision is made for the payments required under paragraphs (1), (2) and (3) above. Upon the Reserve Fund being funded to the Reserve Fund Requirement, the monthly deposit into the Contingencies Fund shall increase to a sum equal to ten percent (10%) of the amount to be paid for such month into the Sinking Fund. In addition to caring for extensions, additions, improvement, renewals and replacements necessary to properly operate the System, the money in the Contingencies Fund may also be used to pay the principal of and the interest on the Bonds, including any Additional Parity Bonds, for the payment of which there is not sufficient money in the Sinking Fund and Reserve Fund described in paragraphs (2) and (3) above, but the money in said Contingencies Fund shall never be used for the making of improvements and extensions to the System if the use of said money will leave in said Contingencies Fund for the making of emergency repairs or replacements less than the sum of Fifty Thousand Dollars (\$50,000).

Sales Tax Bonds 2008 and 2010; 2012 Taxable Revenue Bonds

All of the avails and proceeds derived by the Issuer from the levy and collection of the Tax shall continue to be deposited daily as the same may be collected in a separate and special bank account maintained with the regularly designated fiscal agent of the Issuer and designated as the "2008 Sales Tax Fund" (the "Sales Tax Fund"). The Sales Tax Fund shall constitute a dedicated fund of the Issuer, from which appropriations and expenditures by the Issuer shall be made solely for the purposes designated in the propositions authorizing the levy of the Tax. Out of the funds on deposit in the Sales Tax Fund, the issuer shall first pay all reasonable and necessary costs and expenses of collection and administration of the Tax. After payment of such costs and expenses, then the remaining Net Revenues of the Tax in the Sales Tax Fund shall be administered and used in the following order of priority and for the following express purposes:

- (1) The maintenance of the "Sales tax Bond Sinking Fund" (the "Sinking Fund"), with the regularly designated fiscal agent of the Issuer, sufficient in amount to pay promptly and fully the principal of and the interest of the Bonds, the Outstanding Parity Bonds and any Additional Parity Bonds issued hereafter in the manner provided by this Bond Ordinance, as they severally become due and payable, by transferring from the Sales Tax Fund to the regularly designated fiscal agent of the Issuer, monthly in advance on or before the 20th day of each month of each year, a sum equal to pro-rata amount of interest falling due on the Bonds, the Outstanding Parity Bonds and any Additional Parity Bonds on the next principal payment date, together with such additional proportionate sum as may be required to pay said principal and interest as the same respectively become due. Said fiscal agent shall transfer from the Sinking Fund to the paying agent bank or banks for all bonds payable from the Sinking Fund, at least one (1) day in advance of the date on which payment of principal or interest falls due, immediately available funds fully sufficient to pay promptly the principal and interest so falling due on such date.

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE L: FLOW OF FUNDS & RESTRICTIONS ON USE, continued

- (2) The maintenance of the "2008 Sales Tax Bond Reserve Fund" (the "Reserve Fund"), with the regularly designated fiscal agent of the Issuer. On the date of issuance of the Bonds, the Issuer shall (i) deposit from the proceeds of the Bonds into the Reserve Fund an amount equal to the Reserve Fund requirement or (ii) deposit to the credit of the Reserve Fund a surety bond, letter of credit or insurance policy equal to the Reserve Fund Requirement. The Issuer intends to meet this requirement with respect to the Bonds by so depositing to the credit of the Reserve Fund an amount of the Bonds proceeds equal to the Reserve Fund Requirement. Moneys in the Reserve Fund shall be used solely for transfer to the Sinking Fund in amounts required to prevent any default in the payment of the principal of an interest on the Bonds and the Outstanding Parity Bonds and, at the option of the Issuer, for payment of the final principal and interest requirements on the Bonds.

Whenever the amount in the Reserve Fund, together with the amount in the Sinking Fund, is sufficient to pay in full all Bonds and Outstanding Parity Bonds in accordance with their terms (including principal or applicable premium and interest thereon), the funds on deposit in the Reserve Fund shall be transferred to the Sinking Fund and shall be available to pay all Bonds and the Outstanding Parity Bonds in accordance with their terms (including principal or applicable premium and interest thereon). Prior to said transfer, all investments held in the Reserve Fund shall be liquidated to the extent necessary in order to provide for the timely payment of principal and interest (or redemption premium) on the Bonds and Outstanding Parity Bonds.

In lieu of the required transfers to the Reserve Fund or to provide for the removal of all or a apportion of the amounts on deposit in the Reserve Fund, the Issuer may cause to be deposited into the Reserve Fund a surety bond or an insurance policy for the benefit of the Owners or a letter of credit in an amount equal to (i) the difference between the Reserve Fund Requirement and the sums then on deposit in the Reserve Fund, if any or (ii) the Reserve Fund Requirement. The surety bond, insurance policy or letter of credit shall, while the Bonds and the Outstanding Parity Bonds are Outstanding, be subject to the prior written consent of the insurer, if any, and shall be payable (upon the giving of notice as required thereunder) on any due date on which moneys will be required to be withdrawn from the Reserve Fund and applied to the payment of principal of or interest on any Bonds and the Outstanding Parity Bonds which such withdrawal cannot be met by amounts on deposit in the Sinking Fund or the Reserve Fund or provided from any other fund or account under the Bond Resolution.

To the extent the Reserve Fund is funded in part with a surety bond or other credit facility issued by an entity other than the insurer, if any, and in part with the Surety Bond, if any, then, in the event of any draw upon the Reserve Fund, the Paying Agent must make claims pro rata (in the proportion which the maximum amount available under each surety bond or other credit facility bears to the total Reserve Fund Requirement) against the Surety Bond, if any, and all other surety bonds and other credit facilities on deposit in the Reserve Fund.

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE L: FLOW OF FUNDS & RESTRICTIONS ON USE, continued

In the event of the refunding of any bonds, the Issuer may withdraw from the Reserve Fund all, or any portion of, the amounts accumulated therein with respect to the Bonds being refunded and deposit such amounts to be held for the payment of the principal and redemption premium, if applicable and interest on the bonds being refunded; provided that such withdrawal shall not be made unless (i) immediately thereafter the Bonds being refunded shall be deemed to have been paid pursuant to Section 21 and (ii) the amount remaining in the Reserve Fund, after giving effect to the issuance of the Refunding Bonds and the disposition of the proceeds thereof, shall not be less than the Reserve Fund Requirement.

In the event that Additional Parity Bonds are issued hereafter in the manner provided by the Bond Ordinance, there shall be immediately transferred from the proceeds of such Additional Parity Bonds and/or from the Sales Tax Fund into the Reserve Fund such amount (as may be designated in the ordinance authorizing the issuance of such Additional Parity Bonds) as will increase the total amount on deposit in the Reserve Fund to a sum equal to the Reserve Fund Requirement for all outstanding bond payable from the Sinking Fund and any such Additional Parity Bonds; provided, however, that in the event of the issuance of Additional Parity Bonds, the Reserve Fund Requirement may be satisfied by cash or Reserve Fund Alternative Investment, or any combination thereof (provided, however, while the Bonds are Outstanding, any such Reserve Fund Alternative Investment shall be subject to the prior written consent of the insurer, if any).

- (3) All of any part of the monies in the Sales Tax Fund, the Sinking Fund or the Reserve Fund shall at the written request of the Governing Authority be invested in Qualified Investments maturing in five (5) years or less, in which event all income derived from such investments shall be added to the Sales Tax Fund, with the exception that any interest earnings from invested funds of the Reserve Fund shall be retained therein until an amount equal to the Reserve Fund Requirement is on deposit, therein, and such investments shall, to the extent at any time necessary, be liquidated and the proceeds thereof applied to the purposes for which the Sales Tax Fund has been created.
- (4) Any monies remaining in the Sales Tax Fund on the 20th day of each month in excess of all reasonable and necessary expenses of collection and administration of the Tax and after making the requirement payments into the Sinking Fund and the Reserve Fund for the current month and for prior months during which the required payments may not have been made (including any amounts owed a provided of a Surety Bond, if any), shall be considered as surplus. Such surplus may be used by the Issuer for any of the purposes for which the Tax is authorized, or for the purpose of retiring Bonds in advance of their maturities, either by Purchase of Bonds then outstanding at prices not greater than the then redemption prices of said Bonds, or by redeeming such Bonds at the prices and in the manner set forth in the Bond Ordinance.

CITY OF PLAQUEMINE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

NOTE M: PRIOR PERIOD ADJUSTMENT

In the prior year, sick leave was not included in compensated absences. A prior period adjustment was made to correctly state beginning compensated absences (see Note G). The change in net assets is as follows:

	General Fund	Enterprise Fund
Beginning net assets, November 1, 2011	\$ 18,895,972	\$ 15,396,448
Correction to compensated absences	(110,913)	(153,238)
Restated net assets, November 1, 2011	<u>\$ 18,785,059</u>	<u>\$ 15,243,210</u>

NOTE N: LITIGATION

There are 8 pending lawsuits in which the City of Plaquemine is currently involved. The City Attorney estimates that the potential claims against the 8 pending lawsuits are adequately covered by insurance and all outcomes are likely favorable considering the City's legal position. No adjustments are reflected in the financial statements related to this litigation.

NOTE O: CONTINGENT LIABILITIES

The City has participated in a federally assisted grant program, Section 8 Low-income Housing Program. This program is subject to program compliance audits by the grantors or their representatives. The audit of this program for the year prior to October 31, 2012 has not yet been completed. Accordingly, the City's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

NOTE P: HOUSING ASSISTANCE PROGRAM FUND

The City of Plaquemine, Louisiana administers a Housing Assistance Program for qualified applicants through the Department of Housing and Urban Development. HUD requires that the City report on a September 30th year end in its Financial Assessment System (FASS). Below is a reconciliation for the HUD required 9/30 year-end as reported in FASS and the City's 10/31 financial statements.

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE P: HOUSING ASSISTANCE PROGRAM FUND, continued

	FASS	Less: October 2011	Add: October 2012	Section 8 For Year Ended 10/31/2012
Revenues:				
Received from HUD	\$ 438,067	\$ 36,885	\$ 35,719	\$ 436,901
Portability	4,389	730	-	3,659
Fraud Recovery	6,777	835	406	6,348
Total Revenues	449,233	38,450	36,125	446,908
Expenditures:				
Housing assistance payments	406,781	34,069	33,064	405,776
Portability	4,296	716	-	3,580
Administrative salaries	51,709	3,978	3,978	51,709
Accounting and audit	4,500	-	-	4,500
Employee benefits	22,122	1,701	1,852	22,273
Office expenses	7,543	335	2,122	9,330
Total Expenditures	496,951	40,799	41,016	497,168
Excess (deficiency) of revenues over expenditures	(47,718)	(2,349)	(4,891)	(50,260)
Other Financing Sources:				
Operating transfers	24,535	2,150	1,500	23,885
Net Income	(23,183)	(199)	(3,391)	(26,375)
Fund Balance, beginning	53,329			53,130
Fund Balance, ending	<u>\$ 30,146</u>			<u>\$ 26,755</u>

NOTE Q: AGREEMENT WITH LEPA

A capacity purchase and operating agreement between Louisiana Energy and Power Authority and the City of Plaquemine was entered into as of September 27, 1989. The terms of the agreement ended December 31, 2006. On November 17, 2006, a 10 month rolling contract was signed pending a firm transportation agreement. The agreement contains a unilateral right to exit for both parties.

NOTE R: RELATED PARTY TRANSACTIONS

Salaries of the City Marshal, City Court Clerk, City Prosecutor, and other City Court employees are to be paid by the City of Plaquemine. Retirement systems contributions for eligible employees are paid by the City of Plaquemine. The Judge's salary is paid by the State Judiciary Department, the City of Plaquemine, and the Iberville Parish Council. The Public Defender's salary is paid by the City of Plaquemine. The City is reimbursed out of the Public Defender Fund for the Public Defender's salary.

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE R: RELATED PARTY TRANSACTIONS, continued

The City of Plaquemine insures the General Fixed Assets of the City Court against any loss or damage. In addition, the City provides facilities, liability insurance, and services to the court at no cost to the court.

The City paid Berthelot's Automotive \$2,181 from the period November 1, 2011 to October 31, 2012. Berthelot's Automotive is owned by the husband of the City's finance director.

NOTE S: CHANGES IN ASSETS AND LIABILITIES--ALL AGENCY FUNDS -- COMPONENT UNIT

The following is a summary of changes in assets and liabilities of all agency funds:

	<u>1/1/2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>12/31/2012</u>
Fines, Fees and Costs Fund				
Assets	<u>\$ 9,397</u>	<u>\$ 26,052</u>	<u>\$ (33,013)</u>	<u>\$ 2,436</u>
Liabilities	<u>\$ 9,397</u>	<u>\$ 26,052</u>	<u>\$ (33,013)</u>	<u>\$ 2,436</u>
Civil Fund				
Assets	<u>\$ 89,746</u>	<u>\$ 101,223</u>	<u>\$ (107,738)</u>	<u>\$ 83,231</u>
Liabilities	<u>\$ 89,746</u>	<u>\$ 101,223</u>	<u>\$ (107,738)</u>	<u>\$ 83,231</u>
Garnishment Fund				
Assets	<u>\$ 38,507</u>	<u>\$ 278,340</u>	<u>\$ (274,175)</u>	<u>\$ 42,672</u>
Liabilities	<u>\$ 38,507</u>	<u>\$ 278,340</u>	<u>\$ (274,175)</u>	<u>\$ 42,672</u>

**CITY OF PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE T: INTERGOVERNMENTAL REVENUE

Component Unit

The special revenue funds received funds totaling \$113,886 from the City of Plaquemine, \$44,400 from the Iberville Parish Council, grant related payments of \$18,364 during 2012.

The general fund received \$95,400 from the Iberville Parish Council, \$143,336 from the City of Plaquemine, and \$338 from the Department of Public Safety during 2012.

NOTE U: MISSING FUNDS

During the fiscal year ending October 31, 2007, missing funds were detected by a City of Plaquemine employee while performing routine bank reconciliations. We were informed of the discrepancies and immediately began procedures to test susceptible areas of theft such as retired employees insurance, payroll and receipts from the point of entering the system to the point of exiting the system. No deficiencies were noted in performing tests of retired employees insurance and payroll. Several discrepancies were noted in performing tests of receipts. The City's finance director has implemented proper internal controls over the collections and recording of receipts to prevent any reoccurrences. The following is a recap of the theft and the amount paid back to the City as of October 31, 2012:

	General Fund	Enterprise Fund	Total
Balance at October 31, 2011	\$ 36,860	\$ -	\$ 36,860
Amount Paid	1,100	-	1,100
Balance at October 31, 2012	<u>\$ 35,760</u>	<u>\$ -</u>	<u>\$ 35,760</u>

NOTE V: RECENT ACCOUNTING PRONOUNCEMENTS

The GASB has issued Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefit Plans Other Than Pensions*. The City of Plaquemine does not pay life insurance, health benefits, or other benefits after an employee retires. Therefore, the other post employment benefit disclosure and actuary's report is not necessary.

NOTE W: SUBSEQUENT EVENTS

These financial statements considered subsequent events through February 14, 2013, the date the financial statements were available to be issued and determined that there were no events that require disclosure. No events occurring after this date have been evaluated for inclusion in these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

EXHIBIT I

CITY OF PLAQUEMINE, LOUISIANA
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET TO ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED OCTOBER 31, 2012**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Taxes	\$ 207,600	\$ 242,100	\$ 242,355	\$ 255
License and permits	391,900	411,900	414,882	2,982
Intergovernmental	783,440	675,440	750,858	75,418
Charges for services	19,700	37,700	49,325	11,625
Fines and forfeits	4,000	5,000	5,721	721
Miscellaneous	72,600	72,600	70,890	(1,710)
TOTAL REVENUES	1,479,240	1,444,740	1,534,031	89,291
EXPENDITURES				
General Government	1,323,710	1,150,995	1,202,273	(51,278)
City Court	346,840	341,840	344,512	(2,672)
Police Department	2,240,685	2,261,440	2,288,810	(27,370)
Fire Department	1,216,322	1,222,412	1,187,282	35,130
Public Works	653,235	589,470	593,423	(3,953)
Recreation	632,089	620,489	648,423	(27,934)
Public Health	10,632	10,632	10,632	-
TOTAL EXPENDITURES	6,423,513	6,197,278	6,275,355	(78,077)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,944,273)	(4,752,538)	(4,741,324)	11,214
OTHER FINANCING SOURCES (USES)				
Operating leases	80,580	78,580	-	(78,580)
Operating transfers in	4,492,200	4,370,270	4,512,324	142,054
Operating transfers out	(26,585)	(26,585)	(30,919)	(4,334)
TOTAL OTHER FINANCING SOURCES (USES)	4,546,195	4,422,265	4,481,405	59,140
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	(398,078)	(330,273)	(259,919)	70,354
FUND BALANCE - BEGINNING	1,002,355	1,002,355	1,002,355	-
FUND BALANCE - ENDING	\$ 604,277	\$ 672,082	\$ 742,436	\$ 70,354

CITY OF PLAQUEMINE, LOUISIANA
SPECIAL REVENUE FUNDS
SALES TAX REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED OCTOBER 31, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Sales Tax - General	\$ 2,070,000	\$ 2,070,000	\$ 2,099,409	\$ 29,409
Sales Tax - 2006	1,870,000	1,870,000	1,896,070	26,070
Sales Tax - Roads	1,344,000	1,344,000	1,361,857	17,857
Interest earned	-	-	6	6
Miscellaneous income	-	-	-	-
TOTAL REVENUES	5,284,000	5,284,000	5,357,342	73,342
EXPENDITURES				
Other expenditures	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5,284,000	5,284,000	5,357,342	73,342
OTHER FINANCING SOURCES (USES)				
Operating transfers out	(5,284,000)	(5,284,000)	(5,357,336)	(73,336)
TOTAL OTHER FINANCING SOURCES (USES)	(5,284,000)	(5,284,000)	(5,357,336)	(73,336)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER USES	-	-	6	6
FUND BALANCE, BEGINNING	4,553	4,553	4,553	-
FUND BALANCE, ENDING	\$ 4,553	\$ 4,553	\$ 4,559	\$ 6

EXHIBIT K

**CITY OF PLAQUEMINE, LOUISIANA
DEBT SERVICE FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
SALES TAX BOND FUND
FOR THE YEAR ENDED OCTOBER 31, 2012**

	<u>Sales Tax Bond Fund</u>
REVENUES	
Interest income	\$ 416
Gain on sale of assets	-
TOTAL REVENUES	<u>416</u>
EXPENDITURES	
Principal retirement	385,000
Interest	469,751
Other	1,146
TOTAL EXPENDITURES	<u>855,897</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(855,481)</u>
OTHER FINANCING SOURCES (USES)	
Operating transfers in	1,361,857
Operating transfers out	(1,425,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(63,143)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES (USES) OVER EXPENDITURES	<u>(918,624)</u>
FUND BALANCES, BEGINNING	<u>4,147,888</u>
FUND BALANCES, ENDING	<u><u>\$ 3,229,264</u></u>

EXHIBIT L

CITY OF PLAQUEMINE, LOUISIANA
CAPITAL PROJECTS FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
STREET IMPROVEMENTS
FOR THE YEAR ENDED OCTOBER 31, 2012

	<u>Street Improvements</u>
REVENUES	
Miscellaneous revenues	\$ -
TOTAL REVENUES	<u>-</u>
EXPENDITURES	
Capital outlay - current expenditures	1,214,500
Other expenditures	419,032
TOTAL EXPENDITURES	<u>1,633,532</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,633,532)</u>
OTHER FINANCING SOURCES (USES)	
Transfers from other funds	1,551,797
Transfers to other funds	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,551,797</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	<u>(81,735)</u>
FUND BALANCE, BEGINNING	<u>161,351</u>
FUND BALANCE, ENDING	<u><u>\$ 79,616</u></u>

**NON MAJOR FUND
COMBINING STATEMENTS**

CITY OF PLAQUEMINE, LOUISIANA
COMBINING FUND BALANCE SHEET- NON MAJOR FUNDS
OCTOBER 31, 2012

	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
ASSETS			
Cash	\$ 223,324	\$ -	\$ 223,324
Other receivables	-	-	-
Due from other govt. unit	9,966	-	9,966
TOTAL ASSETS	<u><u>\$ 233,290</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 233,290</u></u>
 LIABILITIES AND FUND BALANCE			
Accounts payable	\$ 4,500	\$ -	\$ 4,500
Due to other funds	3,654	-	3,654
Fund balance - restricted	225,136	-	225,136
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 233,290</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 233,290</u></u>

CITY OF PLAQUEMINE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - GOVERNMENTAL - NON MAJOR FUNDS
FOR THE YEAR ENDED OCTOBER 31, 2012

	Special Revenue Fund	Debt Service Fund	Total
REVENUES			
Taxes	\$ 297,922	\$ -	\$ 297,922
Intergovernmental	440,560	-	440,560
Interest income	29	-	29
Debt proceeds	-	78,298	78,298
Miscellaneous	6,348	-	6,348
TOTAL REVENUES	744,859	78,298	823,157
EXPENDITURES			
Housing and Urban Development	497,168	-	497,168
Safe Haven	4,334	-	4,334
Debt service	-	138,136	138,136
TOTAL EXPENDITURES	501,502	138,136	639,638
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	243,357	(59,838)	183,519
OTHER FINANCING SOURCES (USES)			
Operating transfers in	28,219	138,136	166,355
Operating transfers out	(246,436)	(78,298)	(324,734)
TOTAL OTHER FINANCING SOURCES (USES)	(218,217)	59,838	(158,379)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	25,140	-	25,140
FUND BALANCE - BEGINNING	199,996	-	199,996
FUND BALANCE - ENDING	\$ 225,136	\$ -	\$ 225,136

NON MAJOR SPECIAL REVENUE FUNDS

Housing Assistance Program Fund

To account for the receipts and expenditure of funds received specifically for Housing Assistance from the U.S. Housing and Urban Development Department.

Building Maintenance Tax

To account for taxes received from 2.76 mills that were levied on property.

Police Equipment Tax

To account for taxes received from 2.76 mills that were levied on property.

Fire Department Capital Improvements

To account for the funds received from the Iberville Parish Council which are designated for the specific purpose of fire department capital expenditures.

Safe Haven

To account for funds received from the Department of Justice, Office of Violence Against Women involving a three year \$400,000 grant to provide a safe exchange environment for victims of domestic abuse.

CITY OF PLAQUEMINE, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
OCTOBER 31, 2012

	<u>Housing Assistance Program</u>	<u>Building Maintenance Tax</u>	<u>Police Equipment Tax</u>	<u>Fire Department</u>	<u>Safe Haven</u>	<u>Totals 2012</u>
ASSETS						
Cash	\$ 34,909	\$ 83,065	\$ 67,674	\$ 37,676	\$ -	\$ 223,324
Other receivables	-	-	-	-	-	-
Due from other govt. unit	-	-	-	9,966	-	9,966
TOTAL ASSETS	<u>\$ 34,909</u>	<u>\$ 83,065</u>	<u>\$ 67,674</u>	<u>\$ 47,642</u>	<u>\$ -</u>	<u>\$ 233,290</u>
LIABILITIES AND FUND BALANCE						
Accounts payable	\$ 4,500	\$ -	\$ -	\$ -	\$ -	\$ 4,500
Due to other funds	3,654	-	-	-	-	3,654
Fund balance - restricted	26,755	83,065	67,674	47,642	-	225,136
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 34,909</u>	<u>\$ 83,065</u>	<u>\$ 67,674</u>	<u>\$ 47,642</u>	<u>\$ -</u>	<u>\$ 233,290</u>

CITY OF PLAQUEMINE, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED OCTOBER 31, 2012

	Housing Assistance Program	Building Maintenance Tax	Police Equipment Tax	Fire Department	Safe Haven	Totals 2012
REVENUES						
Taxes - Ad valorem	\$ -	\$ 88,114	\$ 88,114	\$ 121,694	\$ -	\$ 297,922
Intergovernmental	440,560	-	-	-	-	440,560
Interest income	-	10	10	9	-	29
Miscellaneous	6,348	-	-	-	-	6,348
TOTAL REVENUES	446,908	88,124	88,124	121,703	-	744,859
EXPENDITURES	497,168	-	-	-	4,334	501,502
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(50,260)	88,124	88,124	121,703	(4,334)	243,357
OTHER FINANCING SOURCES (USES)						
Operating transfers in	23,885	-	-	-	4,334	28,219
Operating transfers out	-	(40,695)	(89,840)	(115,901)	-	(246,436)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(26,375)	47,429	(1,716)	5,802	-	25,140
FUND BALANCE, BEGINNING	53,130	35,636	69,390	41,840	-	199,996
FUND BALANCE, ENDING	\$ 26,755	\$ 83,065	\$ 67,674	\$ 47,642	\$ -	\$ 225,136

CITY OF PLAQUEMINE, LOUISIANA
SPECIAL REVENUE FUNDS
HOUSING ASSISTANCE PROGRAM FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED OCTOBER 31, 2012

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Intergovernmental revenues-			
Contribution from HUD	\$ 435,300	\$ 436,901	\$ 1,601
Portability	3,660	3,659	(1)
Miscellaneous	5,900	6,348	448
TOTAL REVENUES	<u>444,860</u>	<u>446,908</u>	<u>2,048</u>
 EXPENDITURES	 <u>493,188</u>	 <u>497,168</u>	 <u>(3,980)</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 (48,328)	 (50,260)	 (1,932)
 OTHER FINANCING SOURCES (USES)			
Operating transfers in	25,000	23,885	(1,115)
 TOTAL OTHER FINANCING SOURCES (USES)	 <u>25,000</u>	 <u>23,885</u>	 <u>(1,115)</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	 (23,328)	 (26,375)	 (3,047)
 FUND BALANCE, BEGINNING	 <u>53,130</u>	 <u>53,130</u>	 <u>-</u>
 FUND BALANCE, ENDING	 <u>\$ 29,802</u>	 <u>\$ 26,755</u>	 <u>\$ (3,047)</u>

CITY OF PLAQUEMINE, LOUISIANA
SPECIAL REVENUE FUNDS
BUILDING MAINTENANCE TAX
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED OCTOBER 31, 2012

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Taxes - Ad valorem	\$ 85,000	\$ 88,114	\$ 3,114
Interest income	200	10	(190)
TOTAL REVENUES	<u>85,200</u>	<u>88,124</u>	<u>2,924</u>
EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>85,200</u>	<u>88,124</u>	<u>2,924</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers out	(41,130)	(40,695)	435
TOTAL OTHER FINANCING SOURCES (USES)	<u>(41,130)</u>	<u>(40,695)</u>	<u>435</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER USES	<u>44,070</u>	<u>47,429</u>	<u>3,359</u>
FUND BALANCE, BEGINNING	<u>35,636</u>	<u>35,636</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 79,706</u>	<u>\$ 83,065</u>	<u>\$ 3,359</u>

CITY OF PLAQUEMINE, LOUISIANA
SPECIAL REVENUE FUNDS
POLICE EQUIPMENT TAX
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED OCTOBER 31, 2012

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Taxes - Ad valorem	\$ 85,000	\$ 88,114	\$ 3,114
Interest income	200	10	(190)
TOTAL REVENUES	<u>85,200</u>	<u>88,124</u>	<u>2,924</u>
EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>85,200</u>	<u>88,124</u>	<u>2,924</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers out	<u>(89,840)</u>	<u>(89,840)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(89,840)</u>	<u>(89,840)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER USES	<u>(4,640)</u>	<u>(1,716)</u>	<u>2,924</u>
FUND BALANCE, BEGINNING	<u>69,390</u>	<u>69,390</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 64,750</u>	<u>\$ 67,674</u>	<u>\$ 2,924</u>

CITY OF PLAQUEMINE, LOUISIANA
SPECIAL REVENUE FUNDS
FIRE DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED OCTOBER 31, 2012

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Fire tax from Parish	\$ 125,000	\$ 121,694	\$ (3,306)
Interest income	-	9	9
TOTAL REVENUES	<u>125,000</u>	<u>121,703</u>	<u>(3,297)</u>
EXPENDITURES	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>125,000</u>	<u>121,703</u>	<u>(3,297)</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers out	(115,901)	(115,901)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(115,901)</u>	<u>(115,901)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER USES	<u>9,099</u>	<u>5,802</u>	<u>(3,297)</u>
FUND BALANCE, BEGINNING	<u>41,840</u>	<u>41,840</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 50,939</u>	<u>\$ 47,642</u>	<u>\$ (3,297)</u>

CITY OF PLAQUEMINE, LOUISIANA
SPECIAL REVENUE FUNDS
SAFE HAVEN
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED OCTOBER 31, 2012

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Miscellaneous	\$ -	\$ -	\$ -
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES	4,350	4,334	16
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(4,350)</u>	<u>(4,334)</u>	<u>16</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in	<u>4,350</u>	<u>4,334</u>	<u>(16)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>4,350</u>	<u>4,334</u>	<u>(16)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER USES	-	-	-
FUND BALANCE, BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NON MAJOR DEBT SERVICE FUNDS

Certificate of Indebtedness (9-26-02)

To accumulate monies for the payment of a certificate of indebtedness, Series 2002 due in annual installments, plus interest due semiannually, through maturity in 2012. Proceeds were used to purchase a sweeper. Debt service is financed by transfers from the Enterprise Fund.

Certificate of Indebtedness (11-1-04)

To accumulate monies for the payment of a certificate of indebtedness, Series 2004 due in annual installments, plus interest due semiannually, through maturity in 2014. Proceeds were used to purchase a fire truck.

Revenue Bonds – 2010 (3-29-10)

To accumulate payments for revenue bonds to purchase a fire truck.

Note Payable – 2012

To accumulate monies for payment of a note to purchase four police vehicles due in annual installments through maturity in 2014.

CITY OF PLAQUEMINE, LOUISIANA
DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
OCTOBER 31, 2012

	Certificate Of Indebtedness 2002	Certificate Of Indebtedness 2004	Revenue Bonds - 2010	Note Payable - 2012	Total
ASSETS					
Cash	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Due to Street Improvement	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE					
Restricted for debt service	-	-	-	-	-
TOTAL FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF PLAQUEMINE, LOUISIANA
DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
CHANGE IN FUND BALANCE
FOR THE YEAR ENDED OCTOBER 31, 2012**

	Certificate Of Indebtedness 2002	Certificate Of Indebtedness 2004	Revenue Bonds - 2010	Note Payable - 2012	Total
REVENUES					
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -
Debt proceeds	-	-	-	78,298	78,298
Interest income	-	-	-	-	-
TOTAL REVENUES	-	-	-	78,298	78,298
EXPENDITURES					
Principal retirement	26,000	33,000	67,000	-	126,000
Interest	585	3,676	7,875	-	12,136
TOTAL EXPENDITURES	26,585	36,676	74,875	-	138,136
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(26,585)	(36,676)	(74,875)	78,298	(59,838)
OTHER FINANCING SOURCES (USES)					
Transfers to other funds	-	-	-	(78,298)	(78,298)
Transfers from other funds	26,585	36,676	74,875	-	138,136
TOTAL OTHER FINANCING SOURCES (USES)	26,585	36,676	74,875	(78,298)	59,838
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	-	-	-	-	-
FUND BALANCE, BEGINNING	-	-	-	-	-
FUND BALANCE, ENDING	\$ -	\$ -	\$ -	\$ -	\$ -

COMPONENT UNIT

CITY COURT OF PLAQUEMINE, LOUISIANA

General Fund is the general operating fund of the City Court. The Court Expense Fund is the general fund of the City Court and is used to account for the general operating expenditures except those required to be accounted for in other funds.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Marshal's Fund

The Marshal's Fund is used to account for the activities of the Marshal's office financed by revenue from court costs designated for that purpose.

City Prosecutor Fund

The City Prosecutor Fund is used to account for activities of the City Prosecutor's office financed by revenue from court costs designated for that purpose.

Public Defender Fund

The Public Defender Fund was created in 1988 to account for the activities of the Public Defender financed by revenue from court costs designated for that purpose, as provided by R.S. 13:2488.61(c).

Probation Fund

This fund is used to account for probation fees collected by the City Court.

Pre-Trial Diversion Fund

This fund is used to account for pre-trial diversion costs.

Agency Funds are used to account for assets held by the City Court as an agent for other funds and/or other governments. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurements of results of operations.

Fines, Fees, and Costs Fund

The Fines, Fees, and Costs Fund is used to account for fines and costs collected for and payable to the City of Plaquemine, General--Court Expense Fund, and Marshal's, Subpoena, and Public Defender Special Revenue Funds. The Fines, Fees, and Costs Fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations and, as such, a statement of operations is not included in the accompanying financial statements.

COMPONENT UNIT

CITY COURT OF PLAQUEMINE, LOUISIANA

Agency Funds, continued

Civil Fund

The Civil Fund is used to account for advance costs collected from plaintiffs filing civil suits. These costs are payable to the City Court of Plaquemine Judge and Marshal and to the Judges' Supplemental Compensation Fund, as costs are assessed. The difference between the costs advanced by the plaintiffs and the costs assessed against the advance is classified as receivable from or payable to the plaintiff. The Civil Fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations and, as such, a statement of operations is not included in the accompanying financial statements.

Garnishment Fund

The Garnishment Fund is used to account for collection and distribution of garnishments by the City Marshal. Garnishments are collected from garnishees, by the Marshal on behalf of petitioners, to be paid to the petitioners less a fee paid to the Marshal.

EXHIBIT P-1**CITY OF PLAQUEMINE, LOUISIANA
COMPONENT UNIT
COMBINED BALANCE SHEET
OCTOBER 31, 2012**

	City Court of Plaquemine 12/31/2012
ASSETS	
Cash	\$ 41,364
Accounts receivable	3,440
Prepaid expense	-
Intergovernmental receivables	15,000
Interfund receivables	<u>12,015</u>
TOTAL ASSETS	<u>\$ 71,819</u>
 LIABILITIES AND FUND BALANCE	
Liabilities:	
Interfund payable	\$ 12,015
Other payables	<u>-</u>
Total Liabilities	<u>12,015</u>
 Fund Balance	
Restricted	14,641
Unassigned	<u>45,163</u>
Fund Balance	<u>59,804</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 71,819</u>

EXHIBIT P-2

**CITY OF PLAQUEMINE, LOUISIANA
COMPONENT UNIT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-ALL GOVERNMENTAL FUND TYPES
YEAR ENDED OCTOBER 31, 2012**

	City Court of Plaquemine 12/31/2012
REVENUES	
Court fees, fines and costs	\$ 1,720
Intergovernmental	415,724
Interest	19
Miscellaneous revenues	150
TOTAL REVENUES	417,613
EXPENDITURES	
Current:	
Auto and travel	12,753
Drug Testing	7,107
Dues and seminars	10,460
Office supplies and expense	7,558
Professional fees	34,000
Personnel services and related benefits	377,302
Domestic Violence Grant expense	3,000
Telephone	3,723
Miscellaneous	3,312
TOTAL EXPENDITURES	459,215
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(41,602)
OTHER FINANCING SOURCES (USES)	
Operating transfers in	75,584
Operating transfers out	(36,500)
TOTAL OTHER FINANCING SOURCES (USES)	39,084
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING SOURCES (USES) OVER EXPENDITURES	(2,518)
FUND BALANCE, BEGINNING	62,322
FUND BALANCE, ENDING	\$ 59,804

SUPPLEMENTARY INFORMATION

**CITY OF PLAQUEMINE, LOUISIANA
GENERAL GOVERNMENTAL DATA
FOR LAST TEN FISCAL YEARS**

	FYE 10-31-03	FYE 10-31-04	FYE 10-31-05	FYE 10-31-06	FYE 10-31-07	FYE 10-31-08	FYE 10-31-09	FYE 10-31-10	FYE 10-31-11	FYE 10-31-12
REVENUES BY SOURCE										
Taxes	\$ 1,823,400	\$ 1,512,493	\$ 1,564,305	\$ 2,023,549	\$ 3,022,378	\$ 3,229,512	\$ 4,332,772	\$ 210,274	\$ 210,169	\$ 242,355
License and permits	341,690	314,348	325,945	335,897	351,907	382,125	420,608	394,902	429,558	414,882
Intergovernmental	547,845	936,578	472,006	1,042,578	1,000,746	529,632	960,753	1,149,954	650,407	750,858
Charges for services	25,480	44,074	29,602	29,647	39,644	12,941	15,144	9,881	55,208	49,325
Fines and forfeits	18,897	16,671	21,005	25,626	18,138	11,887	13,845	7,318	4,574	5,721
Miscellaneous	118,792	140,568	166,853	303,615	71,322	127,162	125,122	110,451	244,895	70,891
Other financing sources	1,790,201	2,301,368	2,936,503	2,278,687	1,631,040	1,493,524	586,578	5,481,488	5,146,627	4,512,324
TOTALS	\$ 4,866,305	\$ 5,266,100	\$ 5,516,219	\$ 6,039,599	\$ 6,135,175	\$ 5,786,803	\$ 6,454,822	\$ 7,364,268	\$ 6,741,438	\$ 6,048,356
EXPENDITURES BY FUNCTION										
General Government	\$ 1,177,221	\$ 1,977,969	\$ 1,502,074	\$ 1,948,351	\$ 1,103,596	\$ 1,091,229	\$ 1,147,725	\$ 1,618,747	\$ 1,413,964	\$ 1,202,273
City Court	307,244	286,010	274,752	276,801	292,295	294,310	307,323	345,857	336,475	344,512
Police Department	1,559,967	1,612,530	1,769,956	1,864,996	2,391,947	2,191,114	2,171,288	2,133,392	2,061,591	2,288,810
Fire Department	908,449	776,150	1,351,644	911,448	1,251,446	1,095,430	1,192,713	1,375,438	1,120,135	1,187,282
Public Works	558,672	571,773	569,446	616,179	668,387	725,916	662,564	662,425	725,701	593,423
Recreation	110,989	227,722	121,609	186,854	177,988	272,038	446,663	635,563	1,776,591	648,424
Public Health	8,363	8,580	8,581	8,580	8,580	8,580	8,580	9,948	9,948	10,632
Transfers to Debt Service Fund	26,870	27,290	27,435	27,872	28,058	43,476	30,162	26,835	28,445	26,585
TOTALS	\$ 4,655,775	\$ 5,488,024	\$ 5,625,497	\$ 5,841,081	\$ 5,922,297	\$ 5,722,093	\$ 5,967,018	\$ 6,808,205	\$ 7,472,850	\$ 6,301,941

SCHEDULE 2

CITY OF PLAQUEMINE, LOUISIANA
 ASSESSED VALUE AND PROPERTY TAX REVENUES
 FOR LAST TEN FISCAL YEARS

	FYE 10-31-03	FYE 10-31-04	FYE 10-31-05	FYE 10-31-06	FYE 10-31-07	FYE 10-31-08	FYE 10-31-09	FYE 10-31-10	FYE 10-31-11	FYE 10-31-12
ASSESSED VALUE										
Assessed value of land and improvements	\$ 24,354,055	\$ 24,795,110	\$ 26,589,055	\$ 26,998,820	\$ 27,103,150	\$ 28,178,160	\$ 32,351,895	\$ 32,039,770	\$ 32,069,885	\$ 31,999,485
Assessed value of all other property	-	-	-	-	-	-	-	-	-	-
	<u>\$ 24,354,055</u>	<u>\$ 24,795,110</u>	<u>\$ 26,589,055</u>	<u>\$ 26,998,820</u>	<u>\$ 27,103,150</u>	<u>\$ 28,178,160</u>	<u>\$ 32,351,895</u>	<u>\$ 32,039,770</u>	<u>\$ 32,069,885</u>	<u>\$ 31,999,485</u>
PROPERTY TAX REVENUE GENERAL FUND										
General property taxes	\$ 130,778	\$ 132,903	\$ 142,875	\$ 143,708	\$ 146,055	\$ 151,680	\$ 151,163	\$ 154,201	\$ 152,118	\$ 156,189
SPECIAL REVENUE FUND										
Ad valorem taxes:										
Building maintenance tax	73,468	74,916	80,479	80,912	82,567	85,124	85,477	86,577	85,860	88,114
Police equipment tax	73,468	74,916	80,479	80,912	82,567	85,124	85,477	86,577	85,860	88,114
DEBT SERVICE FUND										
Drainage Bonds	-	-	-	-	-	-	-	-	-	-
Sewerage Bonds	-	-	-	-	-	-	-	-	-	-
	<u>146,936</u>	<u>149,832</u>	<u>160,958</u>	<u>161,824</u>	<u>165,134</u>	<u>170,248</u>	<u>170,954</u>	<u>173,154</u>	<u>171,720</u>	<u>176,228</u>
TOTAL PROPERTY TAX REVENUES	<u>\$ 277,714</u>	<u>\$ 282,735</u>	<u>\$ 303,833</u>	<u>\$ 305,532</u>	<u>\$ 311,189</u>	<u>\$ 321,928</u>	<u>\$ 322,117</u>	<u>\$ 327,355</u>	<u>\$ 323,838</u>	<u>\$ 332,417</u>

SCHEDULE 3

CITY OF PLAQUEMINE, LOUISIANA
ENTERPRISE FUND
SCHEDULE OF BONDS OUTSTANDING
OCTOBER 31, 2012

Date Issued:	4-1-2000		4-1-2001		12-1-2008		6-10-10		9-26-12		
Original Amount:	\$1,250,000		\$1,025,000		\$3,330,000		\$1,500,000		\$1,000,000		
Description of Bonds:	Utilities Revenue Bond		Utilities Revenue Bond		Sales Tax Bonds		Sales Tax Bonds		Taxable Revenue Bonds		
Due on 4/1	Interest Rate (Percentage)	Maturities	Interest Rate (Percentage)	Maturities	Interest Rate (Percentage)	Maturities	Interest Rate (Percentage)	Maturities	Interest Rate (Percentage)	Maturities	Total Maturities
2013	5.40%	\$ 65,000	4.75%	\$ 30,365	4.25%	\$ 95,000	9.50%	\$ 69,000	-	\$ -	\$ 259,365
2014	5.50%	70,000	4.75%	33,323	4.25%	100,000	9.50%	70,000	3.75%	320,000	593,323
2015	5.40%	75,000	4.75%	34,906	4.25%	100,000	9.50%	70,000	3.75%	335,000	614,906
2016	5.45%	80,000	4.75%	36,564	4.25%	110,000	9.50%	71,000	3.75%	345,000	642,564
2017	5.50%	85,000	4.75%	38,301	4.25%	115,000	9.50%	72,000	-	-	310,301
2018	5.55%	90,000	4.75%	40,120	4.25%	120,000	9.50%	72,000	-	-	322,120
2019	5.60%	95,000	4.75%	42,026	4.00%	125,000	9.50%	73,000	-	-	335,026
2020	5.65%	100,000	4.75%	44,022	4.00%	130,000	9.50%	74,000	-	-	348,022
2021	-	-	4.75%	46,113	4.10%	135,000	9.50%	75,000	-	-	256,113
2022	-	-	4.75%	48,304	4.20%	145,000	9.50%	75,000	-	-	268,304
2023	-	-	4.75%	50,598	4.25%	150,000	9.50%	76,000	-	-	276,598
2024	-	-	4.75%	53,002	4.30%	160,000	9.50%	77,000	-	-	290,002
2025	-	-	4.75%	55,519	4.35%	165,000	9.50%	77,000	-	-	297,519
2026	-	-	4.75%	58,156	4.45%	175,000	9.50%	78,000	-	-	311,156
2027	-	-	4.75%	60,919	4.50%	185,000	9.50%	79,000	-	-	324,919
2028	-	-	4.75%	43,830	4.50%	195,000	9.50%	80,000	-	-	318,830
2029	-	-	-	-	4.60%	205,000	9.50%	81,000	-	-	286,000
2030	-	-	-	-	4.65%	215,000	9.50%	106,539	-	-	321,539
2031	-	-	-	-	4.70%	225,000	-	-	-	-	225,000
2032	-	-	-	-	4.75%	235,000	-	-	-	-	235,000
2033	-	-	-	-	4.75%	245,000	-	-	-	-	245,000
Total		660,000		716,068		3,330,000		1,375,539		1,000,000	7,081,607
Less: Current Maturities		(65,000)		(30,365)		(95,000)		(69,000)		-	(259,365)
Long-term		\$ 595,000		\$ 685,703		\$ 3,235,000		\$ 1,306,539		\$ 1,000,000	\$ 6,822,242

SCHEDULE 4

**CITY OF PLAQUEMINE
SCHEDULE OF BONDS OUTSTANDING (EXCLUDING ENTERPRISE FUND)
OCTOBER 31, 2012**

Date Issued:	11/1/2004	3/29/2010	7/1/2010
Original Amount:	\$300,000	\$275,000	\$12,340,000

Description of Bonds:	Certificate of Indebtedness	Revenue Bonds, Series 2010	Sales Tax Bonds, Series 2010 B
Interest Payment Dates:	2-1; 8-1	4-1; 10-1	6-1; 12-1

<u>Maturing in Fiscal Year Ended 10/31</u>	<u>Interest Rate</u>	<u>Maturities</u>	<u>Interest Rate</u>	<u>Maturities</u>	<u>Interest Rate</u>	<u>Maturities</u>	<u>Total Maturities</u>
2013	4.250%	\$ 34,000	3.750%	\$ 70,000	3.000%	\$ 440,000	\$ 544,000
2014	4.250%	36,000	3.750%	73,000	3.000%	460,000	569,000
2015	-	-	-	-	3.000%	485,000	485,000
2016	-	-	-	-	3.000%	510,000	510,000
2017	-	-	-	-	3.000%	535,000	535,000
2018	-	-	-	-	3.000%	565,000	565,000
2019	-	-	-	-	3.500%	595,000	595,000
2020	-	-	-	-	3.500%	620,000	620,000
2021	-	-	-	-	4.000%	655,000	655,000
2022	-	-	-	-	4.000%	680,000	680,000
2023	-	-	-	-	4.000%	715,000	715,000
2024	-	-	-	-	4.000%	750,000	750,000
2025	-	-	-	-	4.000%	790,000	790,000
2026	-	-	-	-	4.000%	825,000	825,000
2027	-	-	-	-	4.050%	865,000	865,000
2028	-	-	-	-	4.125%	905,000	905,000
2029	-	-	-	-	4.125%	950,000	950,000
2030	-	-	-	-	4.125%	995,000	995,000
Totals		\$ 70,000		\$ 143,000		\$ 12,340,000	\$ 12,553,000

SCHEDULE 5

**CITY OF PLAQUEMINE, LOUISIANA
ENTERPRISE FUND
OPERATING INCOME
FOR THE YEAR ENDED OCTOBER 31, 2012**

	<u>Total</u>	<u>Electricity</u>	<u>Water</u>	<u>Sewerage</u>	<u>Gas</u>
OPERATING REVENUE					
Metered sales to general customers (less return and allowances)	\$ 11,903,028	\$ 8,975,838	\$ 1,129,627	\$ 865,624	\$ 931,939
Billings to municipality and utilities system	472,397	455,068	11,790	-	5,539
Other operating revenue	<u>34,248</u>	<u>29,640</u>	<u>3,308</u>	<u>525</u>	<u>775</u>
TOTAL OPERATING REVENUE	<u>12,409,673</u>	<u>9,460,546</u>	<u>1,144,725</u>	<u>866,149</u>	<u>938,253</u>
OPERATING EXPENSES	<u>12,681,642</u>	<u>9,453,924</u>	<u>1,055,385</u>	<u>1,282,350</u>	<u>889,983</u>
OPERATING INCOME	<u><u>\$ (271,969)</u></u>	<u><u>\$ 6,622</u></u>	<u><u>\$ 89,340</u></u>	<u><u>\$ (416,201)</u></u>	<u><u>\$ 48,270</u></u>
PERCENT OF TOTAL OPERATING INCOME	100%	-2.4%	-32.8%	153.0%	-17.7%

SCHEDULE 6

**CITY OF PLAQUEMINE, LOUISIANA
ENTERPRISE FUND
OPERATING EXPENSES
FOR THE YEAR ENDED OCTOBER 31, 2012**

	Electric Distribution	Water Distribution	Sewerage	Gas Distribution	Total
Salaries and wages	\$ 310,575	\$ 199,769	\$ 287,739	\$ 111,338	\$ 909,421
Maintenance of lines and equipment	977,542	234,947	227,631	60,280	1,500,400
Supplies	61,306	94,050	88,155	14,737	258,248
Compensation and liability insurance	99,343	34,697	18,210	28,768	181,018
Other insurance and retirement	98,150	65,747	91,784	38,347	294,028
Utilities	1,447	80,757	173,204	2,714	258,122
Engineer and other professional fees	7,702	980	49,307	4,500	62,489
Current purchased	5,922,636	-	-	-	5,922,636
Sludge disposal	-	-	18,014	-	18,014
Natural gas purchased	-	-	-	458,184	458,184
All other	73,194	18,839	36,376	8,312	136,721
Depreciation	384,768	142,413	152,549	11,475	691,205
	<u>7,936,663</u>	<u>872,199</u>	<u>1,142,969</u>	<u>738,655</u>	<u>10,690,486</u>
General and administrative expenses	<u>1,517,261</u>	<u>183,186</u>	<u>139,381</u>	<u>151,328</u>	<u>1,991,156</u>
TOTAL OPERATING EXPENSES	<u>\$ 9,453,924</u>	<u>\$ 1,055,385</u>	<u>\$ 1,282,350</u>	<u>\$ 889,983</u>	<u>\$ 12,681,642</u>

SCHEDULE 7

**CITY OF PLAQUEMINE, LOUISIANA
ENTERPRISE FUND
GENERAL AND ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED OCTOBER 31, 2012**

	2012
GENERAL AND ADMINISTRATIVE	
Salaries - office warehouse and superintendent	\$ 777,779
Payroll taxes, retirement and compensated absences	105,680
Other professional fees	82,514
Outsourcing	52,734
Bad debts (net of recoveries)	67,744
Insurance	170,347
Depreciation:	
Automobile and trucks	49,680
Furniture and fixtures	4,193
Warehouse	61,649
Other equipment and computer system	171,284
Automobile and truck expense	20,786
Supplies and expense	54,733
Utilities	19,767
Postage and telephone	54,765
Rent	57,989
Audit fee	20,808
Dues	2,615
Repairs and maintenance on building and equipment	74,698
Uniforms	5,169
Travel and conventions	12,835
Advertising	85,352
All other	38,035
TOTAL GENERAL AND ADMINISTRATIVE EXPENSES	\$ 1,991,156

	Percent	Amount
Electricity	76.2%	\$ 1,517,261
Water	9.2%	183,186
Sewerage	7.0%	139,381
Gas	7.6%	151,328
	100.0%	\$ 1,991,156

Based on a percent of total operating revenue as shown on Schedule 5.

CITY OF PLAQUEMINE, LOUISIANA
CHANGES IN UTILITY PLANT IN SERVICE
FOR THE YEAR ENDED OCTOBER 31, 2012

	PLANT IN SERVICE				ACCUMULATED DEPRECIATION			
	BALANCE 10/31/2011	ADDITIONS	Reclassification	BALANCE 10/31/2012	BALANCE 10/31/2011	ADDITIONS	Reclassification	BALANCE 10/31/2012
Electric generation and distribution system	\$ 22,924,056	\$ 226,596	\$ -	\$ 23,150,652	\$ 16,444,188	\$ 384,767	\$ -	\$ 16,828,955
Water pumping and distribution system	6,670,658	76,745	-	6,747,403	4,019,625	142,413	-	4,162,038
Sewerage system	10,420,586	707,273	-	11,127,859	3,747,036	152,549	-	3,899,585
Natural gas distribution system	1,231,032	-	-	1,231,032	1,146,644	11,475	-	1,158,119
Land	343,826	19,800	-	363,626	-	-	-	-
Buildings	737,406	15,926	-	753,332	570,333	61,650	-	631,983
Furniture and fixtures	313,392	-	-	313,392	304,476	4,193	-	308,669
Equipment	3,601,495	85,819	-	3,687,314	2,990,577	220,965	-	3,211,542
Right of way	182,853	-	-	182,853	-	-	-	-
UTILITY PLANT IN SERVICE	<u>\$ 46,425,304</u>	<u>\$ 1,132,169</u>	<u>\$ -</u>	<u>\$ 47,557,463</u>	<u>\$ 29,222,879</u>	<u>\$ 978,012</u>	<u>\$ -</u>	<u>\$ 30,200,891</u>

SCHEDULE 9

**CITY OF PLAQUEMINE, LOUISIANA
ENTERPRISE FUND
UTILITY UNITS PROVIDED AND ACCOUNTED FOR
FOR THE YEAR ENDED OCTOBER 31, 2012**

ELECTRICITY	2012
KWH purchased (invoiced) and available	<u>106,176,800</u>
KWH metered to customers:	
Residential	55,586,486
Commercial	11,037,175
Industrial	27,869,874
KWH metered to municipality and utilities system:	<u>4,680,766</u>
KWH accounted for	<u>99,174,301</u>
KWH unaccounted for	7,002,499
Percentage unaccounted for	6.60%
Cost per KWH utilized	\$ 0.0955
NATURAL GAS	
MCF purchased and available	<u>137,125</u>
MCF metered to customers	127,241
MCF metered to municipality	<u>1,580</u>
	<u>128,821</u>
MCF loss	<u>8,304</u>
Percentage unaccounted for	6.06%
Cost per MCF utilized	\$ 9.7449
AVERAGE NUMBER OF BILLINGS PER MONTH	
Electric	4,487
Gas	2,974
Water	4,680
AVERAGE METERED BILLINGS PER MONTH	
Electric	\$166.69
Gas	\$26.11
Water	\$20.11

City of Plaquemine
Utility Rates
Revised as of March 31, 2008

SCHEDULE 10

Residential Electrical Rates

Energy Charge: 7.8 Cents per kWh
plus
Customer Charge:
Outside City \$6.00 per month
plus
Power Cost Adjustment*

Commercial Electrical Rates
(Less or equal to 40kW Demand)

Energy Charge: 8.1 Cents per kWh
plus
Customer Charge: Inside City \$5.00 per month
Outside City \$6.00 per month
plus
Power Cost Adjustment*

Industrial Electric Rates
(More than 40kW Demand)

Energy Charge: 5.7 Cents per kWh
plus
Demand Charge: \$5.10 per kW
First 300 kW
Plus
Off-Peak \$1.50 per kW
Excess kW off-peak
plus
Customer Charge: Inside City \$10.00 per month
Outside City \$11.00 per month
plus
Power Cost Adjustment*

Security Lighting Service

100 & 175 Watt Lamp \$6.00 per month
250 & 400 Watt Lamp \$12.00 per month

Special Street Light Charge

\$1.00 per month per customer for streets out of the City 86
Limits that have street lighting

***Power Cost Adjustment**

All kWh will be charged (or credited) a Power Cost Adjustment equal to the amount the cost of purchased power adjusted for system losses exceeded (or was less than) 4.4488 cents per kWh in the previous month.

General Gas Rates

Commodity Charge: 4.85 per mcf
plus
Customer Charge: Inside City \$5.00 per month
Outside City \$6.00 per month
plus

Natural Gas Cost Adjustment**

** All mcf will be charged (or credited) a Natural Gas Cost Adjustment equal to the amount the cost of natural gas adjusted for system losses exceeded (or was less than) \$2.80 per mcf in the previous month.

General Water Rates

Commodity Charge: \$2.00 per 1,000 gallons
(in City, District 1)
\$2.50 per 1,000 gallons
(out City, District 2 & 3)
Customer Charge: Inside City \$5.00 per month
Outside City \$6.00 per month

Sewerage Rates

Commodity Charge: \$2.00 per 1,000 gallons actual
water usage (in City)
\$2.50 per 1,000 gallons actual
water usage (out City)
Customer Charge: \$3.00 per month
(in City – Residential)
\$5.00 per month
(out City – Residential)
\$9.00 per month
(in City – Commercial)
\$11.00 per month
(out City – Commercial)

SCHEDULE 11

**CITY OF PLAQUEMINE, LOUISIANA
ENTERPRISE FUND
INSURANCE IN FORCE
OCTOBER 31, 2012
(Unaudited)**

<u>Insurance</u>	<u>Type of Coverage</u>	<u>Amount</u>	<u>Policy Inception Date</u>	<u>Term in Months</u>
Hartwig Moss Co.	Boiler and machinery	\$2,691,000 per occurrence with deductible	7/21/2012	12
LA Municipal Risk Management Agency	Comprehensive general liability; auto liability; Police Professional Liability; Errors and Omissions Liability	\$500,000 per occurrence	10/9/2012	12
Rod Prejean & Associates	Comprehensive	Only vehicles less than two years old at stated value	Various	12
LA Municipal Risk Management Agency	Workmen's Compensation	Statutory	1/1/2012	12
Scottsdale Insurance Co.	Property	Buildings at replacement value Co-insurance-90%	4/25/2012	12
National Union Fire Insurance	Fire	Various	6/1/2012	12

*Includes vehicles owned by General Government.

The above schedule of insurance coverage is intended only as a descriptive summary and the independent accountants express no opinion as to the adequacy of such coverage.

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SCHEDULE 12

The Honorable Mark A. Gulotta, Mayor
and Members of the Board of Selectmen
City of Plaquemine, Louisiana

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Plaquemine, Louisiana, as of and for the year ended October 31, 2012, which collectively comprise the City of Plaquemine, Louisiana's basic financial statements and have issued our report thereon dated February 14, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of City of Plaquemine, Louisiana, is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the City of Plaquemine's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Plaquemine's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Plaquemine's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

SCHEDULE 12
(Continued)

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Plaquemine's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of finding and questioned costs as item 2012-1.

This report is intended solely for the information and use of the City Council, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Baxley & Associates, LLC
Plaquemine, Louisiana
February 14, 2013

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SCHEDULE 13

The Honorable Mark A. Gulotta, Mayor
and Members of the Board of Selectmen
City of Plaquemine, Louisiana

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Compliance

We have audited the compliance of City of Plaquemine, Louisiana with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of City of Plaquemine, Louisiana's major federal programs for the year ended October 31, 2012. City of Plaquemine, Louisiana's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of City of Plaquemine, Louisiana's management. Our responsibility is to express an opinion on City of Plaquemine, Louisiana's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Plaquemine, Louisiana's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on City of Plaquemine, Louisiana's compliance with those requirements.

As described in item 2012-1 in the accompanying schedule of findings and questioned costs, City of Plaquemine, Louisiana did not comply with requirements regarding flow of funds that are applicable to the Clean Water State Revolving Fund. Compliance with such requirements is necessary, in our opinion, for City of Plaquemine, Louisiana, to comply with the requirements applicable to that program.

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A133 (continued)

In our opinion, except for the noncompliance described in the previous paragraph, City of Plaquemine, Louisiana complied, in all material respects, with the requirement referred to above that could have a direct and material effect on each of its major federal programs for the year ended October 31, 2012.

Internal Control Over Compliance

Management of City of Plaquemine, Louisiana is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered City of Plaquemine, Louisiana's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of City of Plaquemine, Louisiana's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, City Council, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Baxley & Associates, LLC

Plaquemine, Louisiana
February 14, 2013

SCHEDULE 14

**CITY OF PLAQUEMINE, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED OCTOBER 31, 2012**

<u>Program</u>	<u>CFDA#</u>	<u>Grant Period</u>	<u>Total Expenditures</u>
U.S. Department of Housing & Urban Development Housing Assistance Program Department of Housing and Urban Development LA 179 VO	14.871	10/1/11 - 9/30/12 *	\$ 438,067
Total U.S. Department of Housing & Urban Development			438,067
Department of Justice - Domestic Violence B10-5-025	16.738	1/1/11-12/31/11	2,322
Probation Counseling # A10-8-024	16.523	10/1/11-9/30/12	8,631
Domestic Violence # M10-54-007	16.588	3/1/11-2/29/12	15,000
Domestic Violence #M11-5-008	16.588	3/1/12-2/28/13	4,166
Total U.S. Department of Justice			30,119
U.S. Environmental Protection Agency Pass through LA DEQ, Capitalization Grants for Clean Water State Revolving Fund Loan # CS221585-01	66.458		* 534,750
Total Environmental Protection Agency			534,750
Total Expenditures of Federal Awards			\$ 1,002,936

* Major Program

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of City of Plaquemine, Louisiana and is presented on the cash basis. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the general purpose financial statements.

**CITY OF PLAQUEMINE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED OCTOBER 31, 2012**

A. SUMMARY OF AUDIT RESULTS*Financial Statements*Type of auditor's report issued: *unqualified*

Internal control over financial reporting:

- Material weaknesses identified? _____ yes X no
- Significant deficiencies identified that are not considered to be material weaknesses? X yes _____ no
- Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal control over major programs:

- Material weaknesses identified? _____ yes X no
- Significant deficiencies identified that are not considered to be material weaknesses? X yes _____ none reported

Type of auditor's report issued on compliance for major programs: *unqualified*

Any audit findings disclosed that are not required to be reported in accordance with section 510(a) of Circular A-133?

_____ yes X no

Identification of major programs:

*CFDA Number(s):**Name of Federal Program or Cluster:*

14.871

U.S. Dept. of Housing & Urban Development
Housing Assistance Program

66.458

U.S. Environmental Protection Agency

Dollar threshold used to distinguish between type A and type B programs:

\$300,000

Auditee qualified as low-risk auditee?

 X yes _____ no

CITY OF PLAQUEMINE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED OCTOBER 31, 2012

B. FINDINGS – FINANCIAL STATEMENTS AUDIT

2012-1 BOND REQUIREMENTS – FLOW OF FUNDS

Condition:

Construction Account

The Construction Account was established to record all disbursements and receipts from the bond. The proceeds and disbursements on the federal loan were accounted for in the utility operating bank account.

Criteria:

According to the bond resolution, the proceeds from the loan and the disbursements to vendors should be accounted for separately from the City's operating funds.

Effect:

The City is in violation with the requirements of the general bond resolution.

Recommendation:

The City should properly account for proceeds of the loan and the disbursements to vendors in the Construction Account.

Management's Response:

The related bond issue was processed as a reimbursement to the City of Plaquemine. Vendor invoices were submitted to the City and paid in a timely manner from the City's operating account. Requests for payments were periodically submitted and upon receipt were reimbursed to the city's operating account. Since the funding was handled on a reimbursement basis, the Construction account was not utilized. As of the date of this finding, a Construction account will be used for all future transactions.

C. FINDINGS – FEDERAL AWARDS

2012-1 BOND REQUIREMENTS – FLOW OF FUNDS

Condition:

Construction Account

The Construction Account was established to record all disbursements and receipts from the bond. The proceeds and disbursements on the federal loan were accounted for in the utility operating bank account.

Criteria:

According to the bond resolution, the proceeds from the loan and the disbursements to vendors should be accounted for separately from the City's operating funds.

Effect:

The City is in violation with the requirements of the general bond resolution.

SCHEDULE 15
(Continued)

CITY OF PLAQUEMINE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED OCTOBER 31, 2012

2012-1 BOND REQUIREMENTS – FLOW OF FUNDS (CONTINUED)

Recommendation:

The City should properly account for proceeds of the loan and the disbursements to vendors in the Construction Account.

Management's Response:

The related bond issue was processed as a reimbursement to the City of Plaquemine. Vendor invoices were submitted to the City and paid in a timely manner from the City's operating account. Requests for payments were periodically submitted and upon receipt were reimbursed to the city's operating account. Since the funding was handled on a reimbursement basis, the Construction account was not utilized. As of the date of this finding, a Construction account will be used for all future transactions.

SCHEDULE 16

**CITY OF PLAQUEMINE, LOUISIANA
SCHEDULE OF PRIOR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED OCTOBER 31, 2012**

2011-1 TRAVEL & CONFERENCES

Condition:

It was noted that several travel expense payments lacked proper documentation.

Recommendation:

All travel disbursements should be properly supported. Documentation includes mileage sheets, hotel receipts, seminar registration forms, charge card slips with detailed supporting documents, etc. These sources should verify the date, payee, amount and purpose of travel.

Current Status

The condition was corrected in the current year.

2011-2 INVENTORY

Condition:

Inventory counts performed by auditors at year end did not agree with client inventory records.

Recommendation:

Management should improve controls over inventory by performing periodic physical counts and implementing better procedures for adding and deleting inventory from records.

Current Status:

The condition was corrected in the current year.

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SCHEDULE 17

The Honorable Mark A. Gulotta, Mayor
And Members of the Board of Selectman
City of Plaquemine, Louisiana
And
U.S. Department of Housing and Urban Development
Real Estate Assessment Center

INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL DATA SCHEDULE

We have audited the basic financial statements of the City of Plaquemine, Louisiana, as of and for the year ended October 31, 2012, and have issued our report thereon dated February 14, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying Financial Data Schedule is presented for purposes of additional analysis as required by the U.S. Department of Housing and Urban Development (HUD) Real Estate Assessment Center (REAC), and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applies in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respected in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the City Council, management, federal awarding agencies, pass-through entities, and HUD REAC, and is not intended and should not be used by anyone other than these specified parties.

Baxley & Associates, LLC

February 14, 2013

SCHEDULE 18

**CITY OF PLAQUEMINE, LOUISIANA
FINANCIAL DATA SCHEDULE - BALANCE SHEET
AS ENTERED INTO HUD REAC
SEPTEMBER 30, 2012**

	14.871 Housing Choice Vouchers	Other Federal Program	Totals Programs
ASSETS			
111 Cash - Unrestricted	\$ 28,334	\$ -	\$ 28,334
113 Cash - Restricted	28,203	1,662	29,865
128 Fraud recovery	45,144	-	45,144
128.1 Allowance for doubtful accounts	(45,144)	-	(45,144)
TOTAL ASSETS	\$ 56,537	\$ 1,662	\$ 58,199
LIABILITIES AND EQUITY			
Liabilities			
312 Accounts payable	\$ 28,053	\$ -	\$ 28,053
Equity			
511.1 Restricted net assets	28,203	1,662	29,865
512.1 Unrestricted net assets	281	-	281
Total Equity	28,484	1,662	30,146
TOTAL LIABILITIES AND FUND BALANCES	\$ 56,537	\$ 1,662	\$ 58,199

SCHEDULE 19

CITY OF PLAQUEMINE, LOUISIANA
FINANCIAL DATA SCHEDULE - INCOME STATEMENT
AS ENTERED INTO HUD REAC
FOR THE YEAR ENDED SEPTEMBER 30, 2012

Line Item #	Description	14,871 Housing Choice Vouchers	Other Federal Program	Totals Programs
REVENUES				
70600	Received From HUD	438,067	-	438,067
71500	Portability	4,389	-	4,389
71400	Fraud Recovery	6,777	-	6,777
70000	TOTAL REVENUES	449,233	-	449,233
EXPENSES				
Administrative				
91100	Admin salaries	51,709	-	51,709
91200	Accounting and audit	4,500	-	4,500
91500	Employee Benefits	22,122	-	22,122
91600	Office Expenses	7,543	-	7,543
91000	Total Operating Administrative	85,874	-	85,874
97300	Housing assistance pmts	406,781	-	406,781
97350	Portability	4,296	-	4,296
90000	TOTAL EXPENSES	496,951	-	496,951
97000	Excess Revenue over Operating Expenses	(47,718)	-	(47,718)
10030	Operating transfers from Primary Govt	24,852	(317)	24,535
10000	Excess (deficiency) of Total Revenue Over (Under) Total Expenses	(22,866)	(317)	(23,183)
11030	Beginning Equity	51,350	1,979	53,329
ENDING EQUITY		\$ 28,484	\$ 1,662	\$ 30,146
ENDING EQUITY RECONCILIATION				
11170	Administrative Fee Equity	281	-	281
11180	Housing Assistance Pmt Equity	28,203	1,662	29,865
ENDING EQUITY		28,484	1,662	30,146
1119	Unit Months Available	1,608	-	1,608
11210	Number of Unit Months Leased	1,150	-	1,150